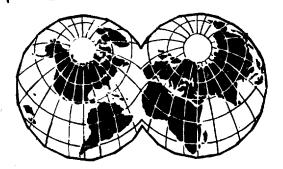


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World-wide **Perspectives**



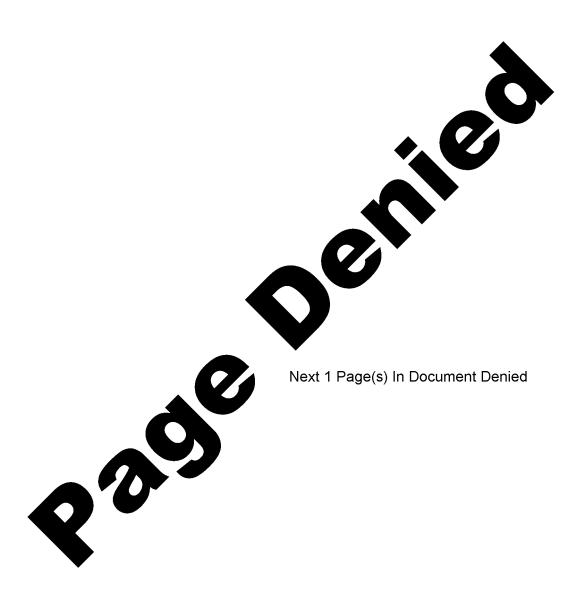
KEY DATES

7 November - 50th Anniversary of Bolshevik Revolution

20 December - Communist Day of Solidarity with National Liberation Front of South Vietnam

4-II January - Havana Cultural Congress (representatives from Asia. 50X1-HUM Africa and Latin America)

(WWP Cont.)



FOR BACKGROUND USE ONLY

Principal Developments in World Communist Affairs (to 20 September 1967)

1. Speculation that the Soviet leaders have decided to renew their efforts to convene a world Communist conference was stirred by a series of fresh calls for such a meeting by such prominent leaders as Hungarian Premier Kallai and Party boss Kadar, Bulgarian Deputy Premier Zhivko Zhivkov, and Polish Party boss Gomulka

Most of their statements denounced the Chinese Communists, confirming the generally-held opinion that the Soviet objective is to use the conference to put the stamp of world Communist approval on Soviet policies and condemnation on the Chinese. However, the WASHINGTON POST's Moscow correspondent Anatole Shub suggested a new interpretation in his column of 18 September: Discounting the "anti-Chinese" explanation (after having accepted it in his column the day before) on the ground that the Maoists have already virtually isolated themselves from the mass of pro-Soviet and independent parties, he wrote that "many signs suggest that the current drive is a showdown against the 'National Communists' of Rumania.... Veiled attacks on them have begun to proliferate, despite gestures of appeasement from Bucharest." He cited as examples an article by Kadar, printed in PRAVDA on 17 September, which "was partly directed against Rumania," and an article by Czech Party Secretary Koucky in the current issue of PROBLEMS OF PEACE AND SOCIALISM (WORLD MARXIST REVIEW) which "declared it 'inadmissible' that an individual party define for itself what is and what is not Marxism-Leninism ... precisely that right which the Rumanians have claimed."

- 2. Rumania, after having refused to sign the final statement of the June Moscow summit of Communist states on the Arab-Israeli conflict and having boycotted the July follow-up meeting in Budapest, participated in a 5-6 September meeting in Belgrade to coordinate future assistance to the Arab countries. However, Rumania's continued refusal to label Israel an aggressor caused a delay of 18 hours in reaching agreement on a joint communique, resulting in a final text characterized by "glaring blandness," according to NEW YORK TIMES correspondent Richard Eder.
- 3. Rumania also stood apart as the USSR and East Germany completed this year's series of alliance renewals with all the other Warsaw Pact countries. (It will be recalled that Rumania moved in the other direction by establishing rull diplomatic relations with West Germany on 31 January 1967.) The current Soviet-Rumanian treaty is due to expire next February, though it is automatically renewed for 5 years if not specifically denounced by one of the signatories.
- 4. Communist China is suffering continuing, chaotic, armed conflict with widespread disruption of transportation and communications, despite Peking's attempts during this past month to curb the Red Guards and get the industrial workers and farmers back to production.

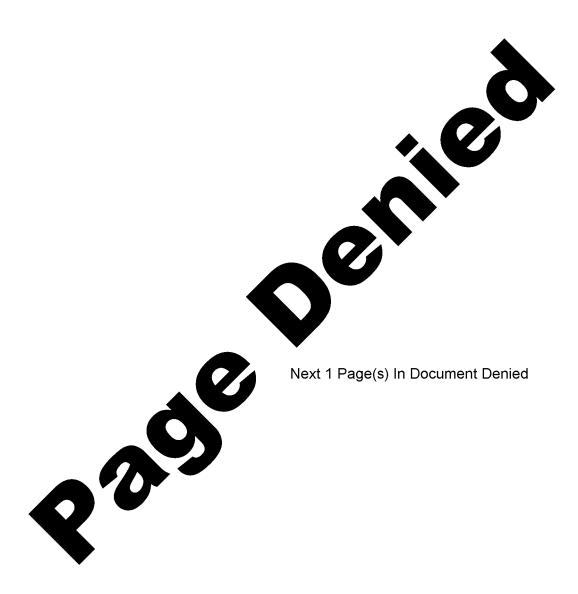
(Cont.)

Communist China's relations with most of the rest of the world continued to deteriorate during the past month. Notable events were:

- a. Persecution of foreigners in Peking including flagrant physical mistreatment of the <u>British</u> Charge d'Affaires on 30 August, house arrest of the Reuters correspondent and the <u>Italian</u> trade representative, refusal to grant exit visas to personnel of the British and Indonesian Embassies, and expulsion of three of the nine Japanese correspondents.
- b. A new border clash with $\underline{\text{Indian}}$ troops in Sikkim, beginning ll Sept.
- c. Chicom protest notes to the governments of Kenya, Laos and Tunisia, over alleged hostile actions.
- d. Dissolution of the Cambodian-Chinese Friendship Association by Cambodia's Sihanouk, who also condemned China's interference in Cambodia's internal affairs in a press conference on 11 September.
- e. Delivery by the <u>USSR</u> on 31 August of its fifth official protest in three weeks to the Chinese People's Republic, this time charging that a Sino-Soviet meeting on shipping in border rivers was wrecked by the Chinese delegation's insistence that border demarcation questions be included on the agenda. The note recalled that consultations on border demarcation, begun in 1964, were broken off by the Chinese.
- 5. Czech relations with Austria reached a post-war low as a result of four August incidents in which Czech guards fired into Austrian territory while aiming at parties of Czechs, East Germans, and Poles trying to escape across the border. Meanwhile, there is continuing evidence of the Czechoslovakian regime's difficulty in coping with a high level of intellectual ferment. A milestone was reached by the publication in LITERARNI NOVINI of a front-page tribute, on the 30th anniversary of his death, to Thomas Masaryk, popularly revered founder of the Czechoslovak state whose memory was first condemned and then ignored by the Czech press after the Communist takeover.
- 6. The smaller Communist parties of Western Europe have suffered set-backs, as revealed by the following evidence:
- a. In <u>Sweden</u>, the "anti-revisionist" hard-liners, who have struggled against Party Chairman Hermansson's determined drive to disassociate the CP from its old image and identify it with the socialist left, bolted to form an opposition party, the "Communist Union of Marxists and Leninists." The platform of the new party includes these Chinese-attuned slogans:
 - "-- Reveal and fight Soviet revisionists' cooperation with the U.S. imperialists.

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- -- Support the people in the Soviet Union and in Eastern Europe in their struggle against the attempt of the ruling leadership to reintroduce capitalism." (NORRSKENS FLAMMAN, Lulea, 8 July 1967.)
- b. The pro-Chinese dissident <u>Belgian</u> CP (the most significant pro-Chinese group in W. Europe) lost most of its activists among the southern, French-speaking Walloons, who broke away to re-establish their own "Walloon CP." The platform of the new party is more Maoist than that of its parent group (which has refused to follow Peking in attacking Liu Shaochi!) (LA GAUCHE, Brussels, 5 August 1967.)
- c. The Communist Party of <u>Great Britain</u> is in grave difficulties. Membership has declined for three successive years; a recruiting campaign fizzled -- only 700 were brought in during the year.
- 7. The <u>South African</u> government announced on 9 September the arrest of Yuriy Nikolaevich Loginov, a Soviet spy who has revealed a wealth of details regarding his lengthy training, past missions, other Soviet agents, etc.



11 September 1967

has seriously eroded its trade with the with.' rest of the world. Not only has it been a Boycotts: As a result of their ordeals, year of internal convulsion and irrespon- at least five qualified skippers have resibility; it has been a time of gross indig-fused to take their ships back to Chinanities to foreigners, to traders and diplo- One British captain, after being forced mats alike, to the captains and crews of by Red Guards to apologize for tearing the ships on which trade depends. Skip-down Mao's portrait while in port at pers have been forced to plaster their Whampea, telephoned his resignation to vessels with thoughts and portraits of his Hong Kong office on the spot. Six Mao-and when they objected, have major shipping lines have temporarily been hauled before Red Guard "people's suspended service to Chinese ports. Hong courts." Businessmen have been made to Kong business firms have found it necread aloud from Mao's "little red book" essary to pay bonuses to employees beand to buy dozens of effigies of China's fore they will agree to undertake assignmentation. nightsoil-collecting heroes along with ments in China. any order of toys. Hotel dining rooms As China's foreign trade continues to these days are equipped with speakers crumble, it remains to be seen whether blaring the thoughts of Mao at captive the damage inflicted by Mao and his Red Western audiences. And one Swedish Guard regime can be corrected. Traders businessman who tried hard to evade in Tokyo and Hong Kong agree that even the speakers reported that his Red if the policies were checked tomorrow, Guard guide turned up each morning to the downward plunge of China's trade read passages aloud from the little red would continue for at least a year. Nevbook while the Swede ate his breakfast ertheless, most Hong Kong businessmen

obliged to deal with inexperienced and of 700 million people. We wouldn't have inefficient members of the Red Guards put up with this gulf for so long if we who have taken over factories and port didn't think that some day China and its facilities. "Many experienced Chinese huge markets would open up." Added antrade officials," said a Japanese Foreign other: "They're going to need to do a Office spokesman, "have been expelled hell of a lot of trading to get out of the and replaced by manyless of the part mess they're made." and replaced by members of the Red mess they've made."

Doing Business With Mao Guard groups who are less competent, Red China's cultural revolution more dogmatic and much harder to deal

Perhaps even more harmful to business, trading conditions will return. "You have foreign traders have found themselves to be optimistic," said one. "It's a market obliged to deal with insured to be optimistic," said one. "It's a market

WASHINGTON POST 3 September 1967

Fears Flood of Canton Refugees

Hong Kong Rolls Out Barbed Wire

The British began installing munist China today as a safeguard against a possible flood Moscow of refugees from the fighting in the Canton area.

British colonial leaders expressed fear that a heavy influx of refugees, untrained going up between a few hun-Hong Kong's economy.

China say a sharp struggle line of defense. continues in Canton, about 60 Although colonial officials States nor any of the other namiles northeast of Hong said they had no confirmation tions were willing to offer rescized the city. Kong's border, between sup-of reports that 30,000 to 70,000 fuge to the Chinese.

a barbed-wire fence along 10 tinued, cast doubt on claims colony. miles of its border with Com- by Maoists that they had An estimated 80,000 got rent. seized control of Canton. The through the rural New Territobroadcast eyewitnesses in Kwangtung Province, whose capital is Can- 100,000 ton. There was no independent rounded up, trucked back to trying to prevent refugee esconfirmation of the reports.

The barbed-wire barricade is the Communist Chinese. and unskilled, could swamp dred yards and a half-mile be- States and other non-Commu- eyewitnesses in Canton reporthind the actual border fence. Various reports from inside It is designed as a secondary

porters of Communist Party Chinese in Kwangtung were Chairman Mao Tse-tung and preparing to flee to Hong to house, clothe, feed and find ton as widespread and bloody.

By Forrest Edwards the border halted Saturday, ment has not forgotten its referred since the Communists HONG KONG, Sept. 2 (AP) This, plus a Radio Moscow ugee crisis of 1962, when 200, took China in 1949. broadcast saying fighting con- 000 Chinese flooded into the

> quoted ries to Hong Kong's teeming officials made no attempt to the border and handed over to capes from China.

Although colonial officials States nor any of the other na- broadcast a claim they had

that the mere presence of the new fence will act as a deter-

In 1962, Communist Chinese tenement areas and hillside stop the refugees. This year, squatter hut areas. Another however, all signs so far indi-100,000 to 120,000 were cate that the Communists are

A Radio Moscow broadcast, Criticized in the United monitored in Tokyo, said nist nations, Hong Kong ed that a few Maoists manlashed back with its own bitter aged to seize the Canton radio criticism: neither the United for a brief time Thursday and

Moscow said the reports des-

his opponents.

Kong, the building of the jobs for the nearly two million it said about 1000 persons

Rail traffic from Canton to fence shows that the govern-Chinese refugees that have ar were killed.

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Translation from Dutch press:

De Volkskrant, 24 August 1967

TRADE WITH RED CHINA DECLINING

DUTCH EXPORTS NINE MILLION GUILDERS LOWER

(Our own correspondent)

The Hague, 24 August—The interest of Dutch firms in doing business with Communist China has declined in the last few months, talks with a number of importers and exporters indicate. The export figures for the first half of 1967 tend to confirm this conclusion. Up to the end of June, twenty million guilders of goods have been exported to China as compared with twenty—nine million in the same period of 1966 and forty—nine million in 1965.

According to insiders, the decline in interest in the China trade stems from recent "revolutionary" developments in China. Representatives of trading companies say they were not happy with their latest visits to China. There is concern about getting into trouble with the "red guards." One of the travelers stated that it is not unusual for westerners to be forced to sing love songs to Mao Tse-tung.

Discussion recently has been underway on a trade agreement between Peking and The Hague. The Chinese Government had suggested this in 1964. They sent a long list of items of trade to The Netherlands to serve as a basis for discussion. The Dutch traders have greatly altered the list. Among other things, the Chinese had placed much emphasis on exporting textiles to The Netherlands, but The Hague has had to be cautious in view of the difficulties in which its own textile industry now finds itself. The Chinese had listed fertilizer and ships as import possibilities. Since the amended list was sent back to Peking nothing more has been heard. Attempts to obtain a Peking reaction have elicited only the reply that "the time is not ripe" for further negotiations.

Further, the value of imports from Peking in the first half of 1967 is three times that of exports to Peking. Experts say that this is not unusual because Peking has consistently followed a policy of more exports than imports. When the total import value begins to equate the value of exports, import licenses are severely limited by the Chinese. Also, Dutch traders have learned that the government bureaus in China only buy goods for which there is an immediate need.

The Chinese employ an extremely rational system which is also aimed at purchasing at the best possible price. In view of the general reduction in China's imports, the Central chamber for Trade Promotion gives less weight to the argument of Dutch traders which holds that internal developments in China are seriously influencing Dutch exports to China and gives more weight to the possibility that China needs fewer Dutch goods.

NEW YORK TIMES September 4, 1967

TURMOIL HAMPERS RED CHINA'S TRADE

Exports Drop Faster Than Imports—Slump in Last 3 Months is Pronounced-

HONG KONG IS AFFECTED

Colony Develops Shortages of Food as Normal Supply From Mainland Shrinks

> By TILLMAN DURDIN Special to The New York Times

HONG KONG, Sept. 3 The damaging consequences of the turmoil caused by the great proletarian cultural revolution in Communist China are beginning to be conspicuously evi-dent in the country's foreign trade.

The trade slump is being felt with special acuteness in Hong Hong, which normally depends for half of its foods on supplies from Communist China.

Chinese Communist exports have dropped more sharply than imports, with the decline especially pronounced in the last three months.

If the present lower rate of exports continues, imports must inevitably follow suit since Peking by the end of this year will have appreciably less foreign exchange to spend for the purchase of products from abread than in former years." abroad than in former years.

Other Supply Sources

The drop in exports to Hong Korg, Communist China's principal foreign market, has been so large-scale that a shortage of some basic foods is develop-ing here.

The colony is turning to other sources of supply for products that heretofore have main-

ly come from Communist China.
T. D. Sorby, the Director of Commerce and Industry in Hong Kong, today sent a letter to some 200 food importing firms drawing attention to the recent reduction in supplies of many commodities normally imported from Communist China.

Mr. Sorby said the purpose of his letter was to "noint out "make appropriate changes in sharply. Figures show Commutation pattern of orders," or, in other words, buy from other for the first six months of this places than Communist China.

Drastic Drop

Mr. Sorby's figures showed that the river boats and junks delivering goods to Hong Kong had brought in only 250,159 tons for June, July and August compared with 463,821 tons for these months lest year of the compared with these months lest year of the compared with these months lest year. for these months last year.

Only 56,765 tons of products arrived by boats and junks in August this year compared with 159,339 tons for August last vear.

The commerce director's report on rail traffic into Hong port on rail traffic into Hong The severe curtailment of Kong revealed an even more train traffic to Hong Kong, drastic drop. His figures showed drastic drop. His figures showed only 3,496 loaded railway freight cars rolled into the colony from Kwangtung in June, July and August this year compared with 10,553 last year, and the number slumped last month to a mere 369 compared with 4,084 for August, 1966.

Ordinarily Communist China earns up to half its foreign exchange through exports to Hong Kong. Last year exports reached a value of \$480,770,000.

Because of continued high ports here this year up through the end of July, the last month for which figures have been re-leased, were still marginally higher than for the first seven months of 1966.

show an even bigger decline. If Kwangtung Chinese exports to Hong Kong were to products to Hong Kong continue at the level of July Sales have slumped, the sales to this little British col-ony for 1967 would amount only to roughly three-quarters of the 1966 total. Peking quantities. would, in short, earn only \$360-million in hard currency foreign exchange here instead of \$480-million.

Figures for trade by other territories China are not as up-to-date as those of Hong Kong's but have begun to show the same trends as the Hong Kong figures.

Available figures show a decline in exports for every country except Italy, and the Italian figures only cover the first four months of 1967. It is indicate a decline.

Japanese Trade Dips

for the first six months of this year were worth \$145-million compared with \$156-million for 1966 and Communist China's purchases from Japan were down to \$133-million for this year compared with \$164-mil-lion for 1967.

Communist China's trade slump appears to be the result of disruption in interior transportation and production and of labor troubles and political interference at seaports, all stemming from the confusion and turbulence produced by the cultural revolution.

with no trains at all arriving on some days, is a reflection of what is happening also in other parts of the country in railway traffic.

Regular stevedoring labor of ports seems virtually to have vanished. Port authorities have tried to use Red Guards for substitute workers but the result has been slow and cargo damage extensive.

Shipping Delays

Reliable sources estimate avexports to Hong Kong for the erage delays for ships into carlier part of this year, the total of Communist China's exweeks and for ships in Shangweeks and for ships in Shanghai and Dairen of more than three weeks. Ships at other ports take up to at least two weeks for loading and unload-

The drop in exports to Hong But the July figures this year Kong, officials here say, redropped to almost half the flects no unwillingness, because amount for July, 1966, and of the Communist insurgency August figures are expected to inside the colony, of the characteristic forms to say the colony of the colony. colony, of the Chinese to sell

Sales have slumped, they say, and August, Communist China's simply because curtailed and

The disruption of railway traffic from Kwangtung into the Yangtse Valley is indicated for trade by other into Hong Kong. These have with Communist fallen to less than a third of not as up-to-date as the normal 35,000-to-40,000 the normal 35,000-to-40,000 usually exported here monthly and those that are coming are from Kwangtung and not from the main sources of supply in Hunan, Hupeh and other Yangtse Valley Provinces.

Because it now has to turn first four months of 1967. It is to Australia, Taiwan, South believed recent Italian returns Korea and Thailand for food supplies, Hong Kong faces a much higher food bill than it of his letter was to "point out" Japan's trade with Commuthe facts so that importers could nist. China is off particularly from Communist China

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WASHINGTON STAR 14 August 1967

China Ship in Italy Bars Ouster—With Operetta

noa port authorities to leave for minutes, and the crew disapdisplaying political propaganda peared below decks. refused today to budge. Instead Fifteen minutes later the sail-the crew put on a political protest operetta, Peking style.

with placards in Chinese and seamen played table tennis. Italian denouncing the leaveport order and accusing author-ities of causing "grave, hostile ship moving. political incidents against the Chinese people."

the entire 50-man crew mustered on the main deck. They all ship. faced shore and began to chant She also displayed a sign with in unison Chinese phrases from a Mao quotation: "To lift a stone each held in hand.

Capt. Ku Fu-shan stopped the Chinese people describe the con-collective reading while two duct of madmen. Reactionaries sailors lowered a small stern in all countries are madmen of anchor, possibly to symbolize this type."

GENOA, Italy (AP) — A Red determination to stay. The read-Chinese freighter asked by Ge-ing then resumed for five

books in a catchy rhythm. One While anxious port officials sailor broke out an accordion wondered how to get rid of the and played half a dozen tunes. 8,076-ton Li Ming, the stern of When he finished, a tennis table the ship suddenly blossomed was set up on deck and several

> Nowhere in all the activity was there any elfort to get the

The Li Ming arrived yesterday carrying a mixed cargo and A moment later, on the cue, showing banners over the side he entire 50-man crew mus- hailing Italian-Chinese friend-

copies of the Mao Tse-tung book they threw it on their own feet; this is a proverb with which the BALTIMORE SUN 5 September 1967

Remove All But One Of Disputed Signs

Genoa, Tuesday, Sept. 5 IP. A-Italian and Communist Chinese officials reached an agreement early today on their hassle over the propaganda-bedecked freighter Li Ming, isolated since August 13 in Italy's biggest commerical harbor. .

The freighter was to be allowed to unload its cargo later in the day after moving to another pier and taking down all but one of the signs that port officials claimed violated Italian law against spreading foreign propaganda.

The agreement was nounced by the ship's captain, Ku Fu-shan, and Lucio Caputo, an official of the Italian International Commerce Institute, after a six-hour meeting.

Ends Bitter Deadlock

The settlement ends a bitter deadlock that commercial circles believed might have endangered Italy's growing trade with China.

The Li Ming had been ordered to tear down its signs or leave the harbor. The Chinese refused and reacted with almost daily 'demonstrations and more posters. The Genoa port authority barred unloading operations, isolated the ship and refused its repeated requests for water.

There had been persistent rumors that a settlement of the case was imminent, and it had appeared that the Italians were eager to move toward one because of commercial and labor' pressures.

Strike Threatened

Caputo said after announcing the accord that longshoremen had threatened to strike if the 8,000-ton Li Ming was not un-loaded. He also noted that Italy's trade with Red China had grown larger than its exchanges with either Britain or the Soviet Union.

He described the agreement as a compromise, but it appeared that the Italians were giving considerably more ground than the Chinese

Red Captain Agrees To He detailed the accord as follows:

The Chinese would move from their present pier to another capable of handling the unloading. On doing so, th Italians would provide the Li Ming with food and water. Thereupon, the Chinese would tear down all their protest and propaganda signs-more than a dozen had been put up-except one quoting Mao Tse-tung in denouncing "reactionaries."

Started It All

It was this sign that started all the trouble. The port authority had declared it violated an Italian law prohibiting foreigners from spreading propaganda in Italian territory. Two Communist Chinese ships that docked previously at Venice had run into the same ruling.

Business and Government circles had expressed concern lest the incident over the Li Ming cost Italy the cancellation of trade contracts with the Chinese Communists worth millions of dollars.

While Italy and Red China maintain no diplomatic relations, they have been entertaining a mutually profitable trade.

Now "China All Over"

In the first half of this year, goods worth sold Italy \$48,000,000 to the Chinese, an increase of 85 per cent over the corresponding period last year.

"We seldom had a better client," added the trade official, who asked not to be identified.

"Once, Japan was our best customer in the Far East. Now it's China all over the place. Their payments are always punctual, sometimes even in advance of the delivery. They pay in hard currency, usually through some Swiss bank.

(5)

WASHINGTON POST 17 June 1967

China Economy Is Damaged By Purge, Maoists Concede

.. By Stanley Karnow Washington Post Foreign Service tion is severely disrupting causing significant damage. China's fragile economy, both A scene of bitter violence tryside.

vest soon in north and central lives of the people." China as well as in the rich Call to the Army southwestern province of Szechuan, a particularly turbulent area at present. [Long col-store order, the broadcast also umns of Red Guards, thou-implied that protagonists in sands strong and carrying the fighting have been looting brush had been changed from packs and bedding rolls on private homes, shops, public "cranes flocking on the sea" their backs, have been march buildings and state granaries. ing out of Peking to the harcountryside in the last few Nationalist capital in coastal days, Reuters reported from Kiangsu Province, Peking.]

Transportation Difficulties

appears to be nettled by trans- pillaging portation difficulties, partly homes.' resulting from uncontrollable Red Guard traffic on the rail- monitored here yesterday said roads, partly because of politi-that "agricultural production

Peking today, the Changking tionary revisionists incited Bridge spanning the Yangtse peasants to leave their fields." River has been closed following political · disorders at food output, one of the first of Province. Built with Soviet sibility that Mao's supporters re of China's economic policy aid, the bridge is a major may blame their opponents China.

In contrast to last January, cultural prospects seem good.

tionary" elements were held Peking's authoritative People's '-HONG KONG, June 16-Of-responsible for economic trou- Daily yesterday explained that ficial Chinese Communist bles, much of the blame for "enormous amounts of food statements are beginning to the current havoc is being attributed to Mao's own parti-sans, whose unruly, internetumultuous Cultural Revolu-cine struggles are presumbly

A scene of bitter violence at in the cities and in the counthe moment seems to be Tyside. Anhwi Province, in East Trade Affected.

The tone of alarm in many China. A provincial radio To some extending the state of the of these statements seems to broadcast heard here today has been affected by the revoreflect concern for the sum-said that fighting in the area lutionary hysteria. Foreign mer rice, wheat and other is "destroying state property" grain crops, scheduled for har- as well as "threatening the cial fair last month took a dim

Calling on the Army to re-

A similar broadcast from vest fields in the surrounding Nanking, the former Chinese nished "revolutionary leaders who, for their own interests, hoodwinked numbers of peo-At the same time, Peking ple...into destroying property, Premier Hsieh Fu-chih said and searching

A Honan Province broadcast cal strikes by railway workers. | suffered badly" in parts of the According to reports from province after "counter-revolu-

This admission of lagging rival political groups. Wuhan, the capital of Hupeh its kind, foreshadows the postransport artery in central for poor crops this year. In general, however, China's agri-

when alleged "counter-revolu-| Meanwhile, an article in grain are being wasted" to make glue for pasting up Red Guard wall posters. The article advised youths to use a substance called "yellow mud."

To some extent, too, trade buyers at the Canton commerview of Chinese handicrafts depicting guerrilla warriors and night soil collectors. A Japanese importer was dis-tressed to discover that the trade mark of a calligraphy to "long live worker heroes."

The degree to which the Cultural Revolution Has hurt the Chinese economy is impossible to estimate with any accuracy. At a meeting in Peking last month, however, Vice that production in the capital dropped by 7 per cent in April as a result of clashes strikes and sabotage.

It can only be guessed that the damage was worse in Szechuan, an area where factories have reportedly been battlefields in conflicts between

Equally difficult to determine at this stage is the natu--if, indeed, it has any policy at all beyond hoping to bring in the next harvest.

Much of the criticism directed against Liu Shao-chi, the chief of state, and other sup-

posed foes of Mao has charged them with trying to "restore capitalism" or stimulate Soviet style "revisionism" by, among other things, providing material incentives to workers and peasants as a means of boosting production.

Judging from these criti-cisms, it might appear that Mao's drive is to unleash another "great leap forward," his reckless attempt in 1958 to modernize China overnight by a massive mobilization of its population.

'Decades of Effort'

Recent Peking economic treatises indicate, however, that Mao may be striving for a kind of revolutionary austerity rather than a spectacular vault into the future. Citing Mao, an important People's Daily editorial last month editorial last month said:

"To make China rich and strong needs several decades of intense effort, which will include, among other things, the effort to practice strict economy and combat waste-in other words, the policy of building up our country through diligence and frugality."

The editorial stressed the need for an eight-hour day, thrifty expenditures and a rationalization of labor. It also called for "normal, revolutionary order."

The task of restoring "revolutionary order" amid China's present convulsions has been handed to the Army. What the troops can or will do is questionable, however.

In an editorial this morning, the Liberation, Army Daily hinted that a campaign is brewing to "rectify mistakes" in the Army. If carried out, a miltiary, purge could further splinter an Army that is, from all accounts, fragmented in its political, regional and personal loyalties.

WASHINGTON POST 28 August 1967

Criticism to Cambodia

By Stanley Karnow Washington Post Foreign Service HONG KONG, Aur 27 -Though he has consistently praised Communist China as his "Number One friend," Cambodia's Chief of State, Prince Norodom Sihanouk, may be next on the growing ment on Cambodia plainly in-list of world leaders to draw mines on Cambodia plainly in-Cambodian press, including open attacks from Peking.

This potential development is discernible in the subtle, is discernible in the subtle, duoted a letter by Shahouk or inspiration.

The Tsan-kao Hsiao-hsi respectively being directed against ister Andrei Gromyko for Ruspinted these critical Cambodian Minister Silanouk in a secret newsia's decision to recognize bodian articles. Peking's official opinion, however, was call opinion, however, was mirrored in the newsletter's torial integrity.

The Tsan-kao Hsiao-hsi respectations and later received Gen. Lon printed these critical Cambodian Minister of Defense.

Cambodia's frontiers and terricial opinion, however, was mirrored in the newsletter's torial integrity. Chinese capital.

At the same time, both Peking sources and analysts here clearly loaded with meaning approach to Cambodia in the relatively cool treatment accorned Cambodian Foreign Minister Norodom Phurissara, who visited China early this

dian ruler's recent trend toward closer ties with the Soviet Union, and partly from his efforts to curb the leftist inside his country,

Peking also appears to take a dim view of Sihanouk's recent crackdowns on Communist guerrillas in Cambodia as well as his expressed desire Hsiao-hsi, a subject of special putes with Thailand, which the Chinese consider a U.S. satellite.

Just as its policy toward neutralist Burma has changed from amity to hatred, so Peking's past tolerance of Cambe waning under the pressure in Chinese schools in Camof Communist leader Mao Tse-bodia. tung's Cultural Revolution.

Signs of Peking's increasing dissatisfaction with Cambodia have been reflected in the Tsan-kao Hsiao-hsi (Reference Information) a classified newsletter for senior Communist cadres and other politically reliable Chinese. Copies of the newsletter have just been received by this correspondent from reliable sources in China's capital.

dent from its choice of material and its comments accompanying the material.

The newsletter's recent com-

issue last month, for example, Sihanouk's personal direction Cambodia were warmer, Mao quoted a letter by Sihanouk or inspiration.

detected an altered Chinese for Chinese Communists, read: "Prince Sihanouk praises Sovict revisionists' recognition of Cambodian borders as having 'special significance.'"

torial integrity.

Similarly, reprinting Reuters and French News Agency the newsletter headlined: "Slanders progressive newspa. country. pers."

activities of overseas Chinese cized by Sihanouk was Soriya, subtlety by the mild reception one of the five Chinese given Cambodian Foreign journals in the country. The Chinese Communist Embassy in Phnom Penh, the Cambodian capital, controls all the Chinese journals.

Judging from the Tsan-kao concern for Peking is Sihanouk's treatment of Cambodia's estimated 400,000 overseas Chinese. Within recent months, Cambodia has laid down strict rules aimed at curbing Red China's propabodian nonalignment seems to ganda activities, particularly

> A Ministry of Education directive in June ordered, among other regulations, that textbooks be supervised and that the Cambodian language be taught in all foreign-run private schools. Failure to obey, the directive said, could result in expulsion from Cambodia.

The directive followed an open letter issued by China's embassy in Phnom Penh as-

Western wire service displayed by respect-minister Phurissara in Peking patches, American and European newspaper articles and could overseas Chinese seritory Though toasted by Premier other non-Communist information. Its political slant is evi- friendship of the Chinese bodia."

conduct, drew fire from the bania at the time.

The headline over the item, comments. One, for example, by the Chinese Communists in tivities."

The newsletter also featured

These understated com-sharply. Among the newspapers criti- ments have been matched for

government towards Cam- ister Chen Yi, Phurissara didnot meet Mao, who, however, The Chinese Embassy let accorded an audience to a ter, along with other Chinese minor delegation from Al-

In 1965, morcover, when redicate Peking's irritation. An newspapers operated under lations between China and

> read: "Cambodian newspapers the Tsan-kao Hsiao-hsi was the shout that overseas Chinese subject of a study last year in should not participate in propthe China Quarterly by Henry aganda and 'subversive' ac- G. Schwarz of the University of Washington.

Using early 1960 copies of Cambodian newspaper items the newsletter, Schwarz dison the alleged misbehavior of covered that Peking officials It is believed that Peking's dispatches describing Sihan- Chinese technicians in Cam- were alerted to the imminence bodia, ironically noting as of the Sino-Soviet dispute stems partly from the Cambo- nist Cambodian publications, well the charges that they when the amount of informations "carry on subversion" in the tion they were given about internal Soviet events dropped

Produced by the official right" of all Chinese to read Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0 HINDUSTAN TIMES 1 September 1967

Mao Attempts to Rule the Waves

abigs visiting Chinese ports, and of the run.

Sailors Assaulted

Sailors Assaulted

British ships have encountered more trouble than any other many other

relations with China, and China instigated a new series of demonstrations in front of the Soviet Embassy in Peking.

It was also a Russian merchantman, the AMURSK, which was the first to be subjected to harassment. The crewmen neglect ment in a Chinese port. It renated to the contain the instigated a new series of demonstrations and the would not take his ship back to China even though Dairen was the next port of call.

On the high seas foreign ships been the target of demonstrations using Chinese crews have been the target of demonstrations to the first to be subjected to another type of their duties while taking time for the country to fall victim to China's new maritime practices has been Ceylon. The carried at the captain to China's new maritime practices has been Ceylon. The another type of the target of demonstrations to china's new maritime practices has been Ceylon. The another type of the target of demonstrations to china's new maritime practices has been Ceylon. The another type of the target of demonstrations to china's new maritime practices has been Ceylon. The another type of the target of demonstrations to china's new maritime to China's new maritime practices has been Ceylon. The another type of the target of demonstrations to china's new maritime to china's new maritime to China's new maritime practices has been Ceylon. The most recent country to fall victim to China's new maritime practices has been Ceylon. The most recent country to fall victim to China's new maritime practices has been Ceylon Embassy in Peking has been the target of demonstrations to china's new maritime to china's new maritime to china's new maritime practices has been Ceylon. The most recent country to fall victim to China's new maritime practices has been Ceylon. The most recent country to fall victim to China's new maritime practices has been Ceylon. The most recent country to fall victim to China's new maritime practices has been ceylon. The captain the country to fall victim to China's new maritime practices has been c

Hong Kong:

IN Peking, Chairman Mao Tsetung is honoured in both slorean and song as the "Great Relmsman." At one time this was considered but a figure of State. More recently, the Chairman Mao and contemn for State. More recently, the Chairman Mao and contemn recently the title a more literal interpretation.

Mao's thoughts are to be used to rule the waves: the Great Helmsman is to guide all ships in all ports, regardless of registration and nationality. And woe to those who disagree.

The campaign of this Chinese have been disagree.

The campaign of this Chinese have been disagree.

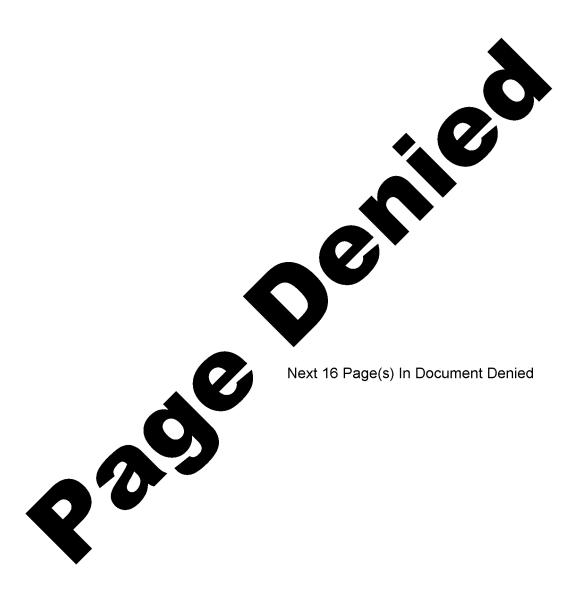
A Norwegian ship which resulting to foreign ports.

The campaign of this Chinese have been disagree.

A Norwegian ship which resulting to foreign ports.

Foreign vessels calling at Chinese have been contented more trouble than any other mese ports have felt the most vior list inst a few-five mese ports have felt the most vior list inst a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more limited and the chinese ports and a few-five more trouble than any other mese ports have felt the most vior list inst a few-five more limited and the chinese ports and a few-five more limited and the chinese limited the Ceylonean police but a later official protest. Note from Peking discipling and the chanad chanded that the captain mest of being anti-Mao, and are subjected to abuse bor-five feeting and subjected to abuse bor-five feetin at least one shipping company has stopped sailing to China altogother.

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Est et Quest (East and West) Vol. 19, No. 385, Paris. 15 June 1967

THE CUBANS IN BLACK AFRICA

by Nicholas Lang

Cuban penetration into Black Africa -- more recent and less well-known than the activities of the Soviets and the Chinese -- has already aroused serious concern in many African states. They are in Congo (Brazzaville), where they saved the "revolutionary regime" a year ago, in Guinea, where they are protecting Sekou Toure, and in Tanzania, where they are serving as instructors in training camps for guerrillas. Many hundreds of Cuban soldiers and "advisers" are participating, sometimes personally, as in Congo (Kinshasa), in subversive operations launched here and there all across the African continent. These operations are directed mostly at the moderate governments that the agents of Fidel Castro would like to eliminate so that they may be replaced by revolutionary groups with some of their leaders previously trained in the political schools of Havana and the Sierra Maestra.

Since the first Tri-Continental Conference, held in Havana in January 1966, the Cuban presence in Africa has continually grown. As a result of this conference, it was decided that a "Liberation Committee" should be formed, with the official aim of "supplying all the moral, political and material support necessary for the national liberation movements, and giving practical effectiveness to the fundamental aims of the Organization for Afro-Asiatic and Latin-American Solidarity." Set up in Havana, this "Liberation Committee" is actually intended to encourage by all the necessary means (weapons, explosives, propaganda material, etc.) the development of "revolutionary" activities inspired and supported by the Communists in the countries of the third world, especially Black Africa.

The activities of the Cubans in Africa are therefore essentially of a political nature, not to say subversive. The economic aid given by the government of Fidel Castro, very meager in any case, only covers the revolutionary aims of the Cuban agents. In any case, it is very surprising that the government of a country like Cuba, with widely known domestic difficulties, mostly economic, should devote large sums of money to bring subversion to a continent with, at first sight, no particular interest for the Cuban nation. This is, however, actually a sort of division of labor among the Communists. As long as the Soviets wish to give an aspect that might be termed "reassuring" to their penetration into Africa, it is necessary, given the rivalry with China, that another "socialist" state should take over the responsibility, and even unpopularity in the eyes of African moderates, for subversive activities. All the evidence points to the probability that it is the Soviets who, directly or indirectly, are supplying the means to Fidel Castro to carry on these activities, for which the revolutionary temperament of the Cuban leader makes him perfectly fitted. This does not mean that he does not profit from the opportunity to play his own role.

From Moshi to Havana

It was at the Third Conference of the "Organization for the Solidarity of the Afro-Asian Peoples," held in February 1963 at Moshi (Tanzania), that Cuba made a noticeable entry into the African continent. One of the essential aspects of this conference was the extension of the Organization to include Latin America. In the reports published as a result of the conference, frequent mention was made of the "solidarity of the peoples of Africa, Asia and Latin America." One of the paragraphs of the final statement was actually devoted entirely to Latin American problems in that it stated that the Conference "strongly supports the battle of the peoples of Latin America against imperialism, colonialism, and neocolonialism, and especially the Cuban people battling against the military aggression and economic blockade by U.S. imperialists, and supports the five-point demand of the Prime Minister, Dr. Fidel Castro."

At Moshi it was decided that a permanent office, made up of six African representatives, should be set up to prepare the procedural details of the extension of the OSPAA [Organisation de Solidarite des Peuples Afro-Asiatiques; Organization for the Solidarity of the Afro-Asian Peoples] to the "peoples" of Latin America. The Cuban government then proposed that the next conference of the OSPAA, enlarged to include Latin America, should be held in Havana. This conference, greatly hoped for by Fidel Castro and the Soviets, took place from 3 to 10 January 1966 in the Cuban capital. The evidence indicates, for various reasons, but mostly in opposition to Chinese activities in the third world, that the Soviets wanted to encourage a sort of wide movement of revolutionary solidarity that would encompass the countries of Africa, Asia and Latin America. Although the role of Cuba in the Asian continent was practically nil, this was not the case in Africa, the continent of the distant ancestors of Cuban negroes.

In the course of two press conferences given successively in Havana and at Prague, the Moroccan leader Ben Barka, president of the "Committee on Preparations" for the next tri-continental conference (and whose disappearance, incidentally, has intrigued the whole world), gave interesting information on the spirit of the coming conference: "This conference, which will bring together revolutionary organizations, is a historic event, given its composition, for there will be represented the two currents of world revolution: the current rising with the socialist October revolution, and that of the national liberation revolution."

Thus, by grouping the Russian Bolshevik revolution and the decolonization movement, Ben Barka gave his support to principles often expressed by the Communists. The Moroccan leader made his thoughts clearer by saying: "This conference will be historical since it is to be held in Latin America, where the battle against colonialism and neo-colonialism has been going on for more than fifty years, and it will be all the more historic since Cuba will be its seat. Cuba is a country that is an example of the fusion of the two currents, a country that first of all had a national liberation revolution and now is building its socialist revolution."

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For Africans, or at least for "revolutionaries," Cuba has thus become a beacon for this "revolution," which the Soviets, with the aid of Fidel Castro, are trying to extend over all their continent.

Che Guevara in Africa

At present, Cuba exchanges ambassadors with the following African countries: Algeria, Congo (Brazzaville), Guinea, Mali, Morocco, Tanzania and the United Arab Republic. Relations, in principle, have been established with Dahomey, Liberia and Libya. Finally, Cuba was also present in Ghana until the fall of Nkrumah. Today the Cuban diplomats, who never stopped "meddling" in the domestic affairs of Ghana, have been expelled, and relations between the two countries broken off.

To emphasize the interest that Cuba has in African affairs, Mr. Dorticos, President of the Cuban Republic, made an official visit, during 1964, to the countries with which Havana has diplomatic relations. In December of the same year, and in January 1965, it was the turn of Che Guevara, then Minister of Industry and Castro's right-hand man, to go to Africa. When one knows about the revolutionary past of Guevara, one well may think that Castro's companion would not go to Africa to talk about economic or cultural exchanges, but rather to prepare new centers of agitation. A year before, in January 1964, at the time of the coup in Zanzibar, some dozens of Africans, led by Okello, had returned to the "Isle of Cloves" to take part in the insurrection. Winning in Zanzibar, these agitators trained in Havana tried to repeat their coup in Tanganyika, in Kenya and in Uganda. The operation failed when local governments called in British troops.

Che Guevara visited Algeria, then governed by Ben Bella, then Mali, Guinea, Congo (Brazzaville) and Ghana. Africa had just lived through the bloody drama of Stanleyville, and the Congolese problem was the central preoccupation of all. As soon as he arrived in Algiers —— "To understand Africa," he declared, "one must begin at Algiers" —— Guevara stated that the Congo problem should be resolved, not only with UN aid, but with "the cooperation of all the progressive peoples of the world." He added that it was not necessary "to export revolution, but practical support must be given to all revolutionary movements... There is in Africa a more powerful revolutionary ferment than is thought... The liberation battle must be converted into an offensive against imperialism... Peaceful coexistence between exploiters and exploited is impossible...."

Throughout his peregrination Guevara kept repeating his slogans, which could not but arouse uneasiness in the moderate African countries. Apparently it was at Accra, where he delivered a personal message from Castro to Nkrumah, that Guevara planned with the Ghanaian leaders the possibility of sending to Africa MIGs piloted by Cubans, intended to intervene on the side of the rebels in the Congo. At Brazzaville, he had long discussions with the leaders of the "nationalist" movements in

Portuguese Africa, especially with Agostinho Neto, president of the MPLA [Movimento Popular de Libertacao de Angola; Popular Movement for the Liberation of Angola], Amilcar Cabral, leader of the PAIGC [Partido Africano da Independencia da Guine e Cabo Verde: African Independence Party of Guinea and Cape Verde], and the heads of the FRELIMO [Frente de Libertacao de Mocambique; Mozambique Liberation Front]. It was decided that these movements should send a certain number of their militants to be given military and political instruction in Havana.

At the same time as Guevara was in Africa, three Congolese rebel leaders arrived in Cuba. These were Johnston Umba, representative of the "National Liberation Council" in East Africa, Robert Saidi, secretary of the "Ministry of Information," and Placide Kotongwa, "office manager for the Minister of Defense." All three came to ask increased aid from Fidel Castro, and the possibility of sending to Cuba young Congolese to be trained in the art of guerrilla warfare.

The request was taken under consideration since, some months later (June 1965), two Cubans were killed in an ambush near Bendera, in Maniema province. According to documents found on their bodies, they were two agents from Castro, one named Sadiz Gerez Gomez, both charged with "serving as advisers" to the rebel cause in the Congo. They had arrived at Dar es Salaam via Moscow and Prague, and had taken part in military operations in the neighborhood of Lake Tanganyika. It appeared from these documents that other Cuban "advisers" were in the rebel ranks.

Revelations of a Former Ambassador of Castro

The activities of the Cuban government in Africa were confirmed, in the summer of 1966, by the revelations of a former Cuban diplomat who chose liberty.

Dr. Leonel Alonso was no newcomer to Cuban politics. As a student, he had been imprisoned by Batista. Then he lived in exile in Mexico in 1956 and 1957, at the same time as Castro, with whom he returned to Cuba. After the victory of the revolutionaries, he was charged with Asian and African affairs. He filled diplomatic posts, and then in Ghana, where he was posted in 1961 and 1962, before becoming charge d'affaires in Indonesia, then in Syria and in Lebanon. He accompanied Guevara on his African peregrinations. He represented Cuba at the Afro-Asian conference at Algiers in 1965, and he took part in the tri-continental conference in Havana in January 1966.

According to him, Castro is interested in Africa and has been supporting revolutionary agitation there since 1961. In any case, Dr. Alonso was, according to his statements, "at the very center of the subversion campaign in Africa" from the time of his arrival in Ghana in 1961.

Three negro Cuban officers presented themselves to him when he had just arrived in Accra. They were provided with false passports and did not conceal the fact that they felt their mission to be of the highest

(Cont.)

importance. They kept in direct contact with Havana by means of the embassy teletype, but using a secret code. They were received by Nkrumah and the Soviet ambassador, and they stayed four months in Ghana. They had time to organize (with lower-ranking Cubans) a camp for the training of "fighters for liberation" at the border with Upper Volta. This center was in operation until the fall of Nkrumah. According to Dr. Alonso, these "fighters" were intended to carry the revolution to Upper Volta, Niger, Cameroon, Togo, Gabon and Congo-Brazzaville.

The fall of Nkrumah in February 1966 did not put an end to Castro's interest in Ghana. When the new Ghanaian government closed the Cuban embassy at Accra on 27 September 1966 (perhaps as a result of Dr. Alonso's revelations), it claimed to have proof that the Cuban authorities were contributing to the training of 2,000 Ghanaian guerrillas, in Cuba as well as in Ghana.

We shall see later that the Cubans, expelled from Ghana, fell back on Congo (Brazzaville), but it should be noted, still according to Dr. Alonso, that there were other centers of Cuban activity in Africa.

In 1963, during the frontier dispute between Algeria and Morocco, Castro put three or four hundred regular soldiers at the disposal of the Algerian government, then led by Ben Bella. He thought that the operation would result in the fall of the royal house, and that it would bring Ben Barka to power.

Dr. Alonso, in 1965, met at the Algiers conference Pablo Rivalta, whom he had met in Accra in 1961 and who had just been named Cuban ambassador to Tanzania. The mission he had been entrusted with was directed against Kenya. He was to work for the overthrow of Kenyatta in favor of Oginga Odinga, with the help of revolutionaries from Zanzibar. We have already seen how agitators trained in Havana played a big role in the Zanzibar revolution in January 1964.

Castro is closely interested in the civil war activities going on in the Portuguese colonies. According to Dr. Alonso, he recently increased his aid to the African Independence Party of Portuguese Guinea and Cape Verde, which he considers to be the best organized in Africa. In January 1966, the secretary general of this party, Amilcar Cabral, went to Havana to take part in the tri-continental conference. He had long discussions with Castro who later gave him "significant financial aid." l

The Cubans in Congo (Brazzaville)

The Cubans only became interested in Congo (Brazzaville) after the coup that overthrew Nkrumah and chased them out of Ghana. Six months

¹⁰n 28 February 1965, Le Monde [Paris] reprinted a Reuters dispatch according to which Portuguese troops took and destroyed in Guinea a rebel camp containing foreign mercenaries believed to be Cubans. According to the communique from the Portuguese command, the mercenaries were described as "swarthy Cubans."

earlier, in July 1965, the Cuban ambassador to Algiers, Jorge Serguera Riveri, came to Brazzaville to stay. After 19 June 1965, Castro publicly supported Ben Bella against Colonel Boumediene who had just overthrown him. There followed a chill in the diplomatic relations between the two countries, and after that time the Cuban government had only a charge d'affaires in Algiers. Serguera was available, and, transferred to Brazzaville, he played a prime role in the Cuban entry into the Congo.

In January 1966 the two governments signed an agreement that allowed several hundred Congolese students of medicine and agriculture to go to Cuba, while Cubans could come to teach at the National Congolese Agricultural and Construction. (It is said that the Cubans have high hopes for this Angolan half-caste from Bacongo, for whom they are saving the government of Angola when the latter becomes "liberated.")

What was not known then was that at the same time several hundreds of Cuban militiamen were coming to the Congo. Their mission was double (at least). They were in charge of the military instruction of the national civil defence corps (a militia to supplant the police and the army, not considered reliable), and guarding the president of the Republic.

This presence was revealed, and its two roles, on 27 June 1966 and the days that followed.

On 27 June there was a mutiny within the Congolese army. The pretext was the arbitrary demotion of an officer. In fact, the revolting military men were protesting the progressive putting of the army under Party control. On 23 June the government had voted on a law transforming the Congolese armed forces into a "popular national army." The mutineers demanded the renunciation of this "democratization" of the army and the departure of Cuban military instructors.

The mutiny would certainly have resulted in the overthrow of the government (especially since the president of the Republic, Massemba-Debat was in Tananarive) if the Cubans had not intervened.

They saved the situation. The prime minister, Ambroise Noumazalay admitted this clearly on 1 July: "If our Cuban comrades had not influenced the people, we would not be here today. This is why the presence of our Cuban brothers has aroused opposition. I assure you that they will not leave... The Cuban brother instructors will continue to instruct

The decision to establish diplomatic relations between Havana and Brazzaville was reached in May 1964. On 29 March 1967, the Algerian Minister for Foreign Affairs, Bouteflika, received an envey from the Cuban government, Mr. Aliares, director of the Africa-Middle East division of the Ministry of Foreign Affairs. This visit seems to indicate a normalizing of relations between the two countries.

the people, for an unarmed people is a people of slaves."

On its side, the Cuban government, through the party newspaper Granma, assured: "The government of Havana, fulfilling its international duties, has sent arms and instructors to help in the training of the people of Congo (Brazzaville). This aid has been sent by Cuba at the request of Congo (Brazzaville) to organize and train militiamen and armed personnel in this country, in view of the imperialist threats from Congo (Leopoldville)."

According to Dr. Alonso, the group of Cuban mercenaries in the Congo is under the command of Captain Terry Thorndike, one of the three Cuban officers he received at Accra when he was posted to Ghana.

It seems that the Cubans in the Congo have other missions than those that concern the Congo alone. As in Ghana, they are preparing agitators and guerrillas for the neighboring countries. We have seen that, according to some information, they are counting on Claude da Silva to rule Angola some day. They seem especially interested in the Cabinda enclave.

The Cubans in Guinea

Guinea is also a Cuban base in Africa.

Cubans are present there under three guises.

"Sekou Toure's mistrust of many high-ranking military men has grown, and the presidential guard is now made up of Cuban mercenaries," reported the correspondent of Le Monde [Paris] at Dakar on 9 October 1966.

On 15 December 1966 we read in <u>Afrique Nouvelle</u> [New Africa] that in Guinea, "Castro's Cubans have begun, since 3 December (1966), to train militiamen of both sexes. Each section consists of seven young people, and there are twenty-seven sections."

Finally, at Masenta, in Guinea, the Cubans are helping to form a sort of revolutionary expeditionary force, made up of Ghanaians, whose task will be to return Nkrumah to power. According to Dr. Alonso, Serguera visited Nkrumah in Guinea, and offered him not only the services of the Cuban legion based in Congo (Brazzaville), but also those of a Cuban sabotage specialist, trained in the USSR, a certain Jose Simon, whom he had already met at Algiers. This latter had the idea of blowing up the Volta Dam in order to cause panic among the Ghanaian people that would provide a favorable opportunity for revolutionary action to return Nkrumah to power.

EST & OUEST 1-15 JUNE 1967

Les Cubains en Afrique noire

DE MOSHI A LA HAVANE

PLUS récente et moins connuc que l'action des Soviétiques et des Chinois, la pénétration cubaine en Afrique noire suscite déjà de vives inquidtudes dans do nombreux Eints africains. Prèsents au Congo-Brazzaville, dont ils sauvèrent le « régime révolutionnaire » voici un an, en Guinée, où ils assurent la protection do Sékou Touré, en Tanzanie, où ils servent d'instructeurs dans des camps de formation pour guérilleros, plusieurs centaines de militaires et de « conseillers » cubains participent, parfois personnellement comme ce fut le cas au Congo-Kinshasa, à des opérations subversives déclenchées ici et là à travers le continent africain. Opérations qui viscut d'ailleurs surtout les gouvernements modérés que les agents de Fidel Castro veulent éliminer pour les remplacer par des équipes révolutionnaires dont certains dirigeants ont été préalablement instruits dans les écoles politiques de La Havane et de la Sierra Maestra.

Depuis la première Conférence Tricontinentale, tenue à La Havane en janvier 1966, la présence cubaine en Afrique n'a fait que s'intensifier. C'est à l'issue de cette conférence qu'il fut décidé de créer un « Comité de Libération » dont le but officiel est de « fournir tout le soutien moral, politique et matériel nécessaire aux mouvements nationaux de libération et de donner une efficacité pratique aux objectifs fondamentaux de l'Organisation de solidarité afro-asiatique et latino-américaine ». Installé à La Havano, ce « Comité de Libération » est, en réalité, chargé de favoriser grace à tous les moyens indispensables (armes, explosifs, matériel de propagande, etc.), le développement de l'action « révolutionnaire », inspirée et soutenue par les communistes, dans les pays du tiers monde, particulièrement en Afrique noire.

L'action des Cubains en Afrique est donc essentiellement de caractère politique, pour ne pas dire subversif. L'aide économique du gouvernement de Fidel Castro, par ailleurs fort mince, ne sert, en vérité, qu'à couvrir les objectifs révolutionnaires des agents cubains. On pourrait d'ailleurs s'étonner que le gouvernement d'un pays tel que Cuba, dont les difficultés intérieures notamment économiques sont bien connues, emploie des fonds très importants pour porter la subversion dans un continent où, à première vue, la nation cubaine n'est pas directement intéressée. En réalité, on se trouve en présence d'une sorte de division du travail des communistes. Au fur et à mesure que les Soviétiques veulent donner un aspect, que l'on peut qualifier de « rassurant » à leur pénétration en Afrique, il est indispensable, compte tenu de la rivalité chinoise, qu'un autre pays « socialiste » prenne la responsabilité et même l'impopularité aux yeux des Africains modérés, de l'action subversive. Tout donne à

penser que ce sont les Soviétiques qui, directement ou indirectement, fournissent à Fidel Castro les moyens nécessaires pour mener cette action, à laquelle d'ailleurs le tempérament révolutionnaire du leader cubain s'accorde parfaitement. Et rien ne dit qu'il ne profite pas de l'occasion pour jouer son rôle personnel.

C'est avec la 3º Conference de l' « Organisation de Solidarité des Peuples Afro-Asiatiques », réunie en février 1963 à Moshi (Tanzanie), que Cuba a fait une entrée remarquée sur le continent africain. Un des aspects essentiels de cette conférence fut d'ailleurs l'extension à l'Amérique latine de l'O.S.P.A.A. Dans les textes publiés à l'issue de la conférence, il fut fait mention à diverses reprises de « la solidarité des peuples d'Afrique, d'Asie et d'Amérique latine ». L'un des paragraphes de la déclaration finale fut d'ailleurs entièrement consacré aux problèmes latino-américains puisqu'il précisait que la Conférence « appuie fermement la lutte des peuples d'Amérique latine contre l'impérialisme, le calonialisme et le néocolonialisme, et particulièrement le peuple enbain luttant contre les agressions militaires et le blocus économique des impérialistes U.S., et soutient la demande en cing paints du Premier ministre, le docteur Fidel Custro »

Il fut décidé à Moshi qu'un bûreau permanent composé de six représentants africains, six asiatiques et six latino-americains, serait constitué pour préparer les modalités de l'extension de PO.S.P.A.A. aux « peuples » de l'Amérique latine. Le gouvernement cubain proposa d'ailleurs que la prochaine conférence de l'O.S.P.A.A., élargie à l'Amérique latine, soit réunie à La Havane. C'est cette conférence, vivement souhaitée par Fidel Castro et les Soviétiques, qui ent lieu du 3 au 10 janvier 1966 dans la capitale cubaine. De toute évidence, pour des raisons diverses, mais notamment pour ? contrer l'activité des Chinois dans le tiers monde, les Soviétiques voulaient susciter une sorte de vaste mouvement de solidarité révolutionnaire qui engloberait les pays d'Afrique, d'Asic et d'Amérique latine. Si sur le continent asiatique, le rôle de Cuba était pratiquement nul, il n'en était pas de même en Afrique, continent dont étaient originaires les lointains ancêtres de Cubains noirs.

Au cours de deux conférences de presse données successivement à La Havane et à Prague, le leader marocain Ben Barka, président du « Comité préparatoire » de la future conférence tricontinentale, dont la disparition a intrigué le monde entier, avait donné des précisions intéressantes sur l'esprit de la prochaine réunion : « Cette conférence qui rassemble-ra les organisations révolutionnaires, est un évênement historique par sa composition cur y seront représentés les deux courants de la révolution mondiale : le courant qui a surgi-

de la révolution nationale libératrice ».

En amalgament ainsi la révolution bolchévique russe et le mouvement de décolonisation, Ben Barka reprenait à son compte des principes maintes fois exprimés par les communistes. Le dirigeant marocain devait d'ailleurs préciser sa pensée en affirmant : « Cette conférence sera historique étant donné qu'elle se tiendra en Amérique latine, où la lutte contre le colonialisme et le néo-colonialisme existe depuis plus de cinquante ans et elle sera d'autant plus historique que Cuba en sera le siège. Cuba, c'est-à-dire un pays qui est l'exemple de la fusion des deux courants, un pays qui a connu tout d'abord la révolution nationale libératrice et qui maintenant construit sa révolution socialiste ».

Pour les Africains, tout au moins pour les a révolutionnaires », Cuba devenait ainsi le phare de cette « révolution » que les Soviétiques, avec l'aide de Fidel Castro, cherchent à étendre à l'ensemble de leur continent.

« CHE » GUEVARA EN AFRIQUE

A l'heure actuelle, Cuba a échangé des ambassadeurs avec les pays africains suivants : Algeric, Congo-Brazzaville, Guinec, Mali, Maroc, Tanzanie et République Arabe Unic. Des relations, en principe, ont été également éta-blies avec le Dahomey, le Libéria et la Libye. Enfin, Cuba était aussi présent au Ghana jusqu'à la chute de N'Krumah. Aujourd'hui, les diplomates cubains, qui n'avaient cossé de « s'immiscer » dans les affaires intérieures du Chana ont été expulsés et les relations entre les deux pays ont été rompues.

Pour bien marquer l'intérêt que portait Cuba aux affaires africaines, M. Dorticos, président de la République cubaine, effectua une visite officielle, au courant de 1964, dans les pays avec lesquels La llavane entretenait des relations diplomatiques. En décembre de la même année et en janvier 1965, ce fut le tour de « Che » Guevara, à l'époque ministre de l'Industric et bras droit de Castro, à se rendre en Afrique. Lorsqu'on connaît le passé révolutionnaire de Guevara, on peut penser que le compagnon de Castro n'alla pas en Afrique pour parler d'échanges économiques ou cultu-Kenyia et en Ouganda. L'opération avait groupes rebelles. échoué, les gouvernements locaux ayant fait appel aux troupes britanniques.

« Che » Guevara visita l'Algérie, alors gouvernée par Ben Bella, puis le Mali, le Con-Stanleyville et le problème congolais était au bain qui avait choisi la liberté. centre de toutes les préoccupations. Des son Le Dr. Léonel Alonso n'était pas un nou-arrivée à Alger — « Pour comprendre l'Afri-venu venu dans la politique cubaine. Etudiant,

avec la révolution socialiste d'octobre et celui à Alger » — Guevara affirma que le problème du Congo devait être résolu, non sculement avec l'aide de l'O.U.A. mais « avec le concours de tous les peuples progressistes du monde ». Il n'est pas nécessaire, ajouta-t-il, a d'exporter la révolution, mais il faut donner un soutien pratique à tous les mouvements révolutionnaires... Il y a en Afrique un ferment révolution naire plus puissant qu'on ne l'imagine... La lutte de libération doit se transformer en offensive contre l'impérialisme... La coexistence pacisique entre exploiteurs et exploités est imnossible ... »

> Tout au long de son périple, Guevara allait reprendre ses slogans qui ne manquèrent pas de soulever l'inquiétude dans les pays africains modérés. C'est à Acera, semble-t-il, où il remit un message personnel de Castro à N'Krumah, que Guevara envisagea avec les responsables ghancens l'éventualité d'envoyer en Afrique des appareils « MIG », pilotés par des Cubains, chargés d'intervenir en faveur des rebelles au Congo. A Brazzaville, il eut de longs entretiens avec les dirigeants des monvements « nationalistes » de l'Afrique portugaise, notamment avec Agostinho Neto, président du M.P. L.A., Amilent Cabral, leader du P.A.I.G.C. (Guinée portugaise) et les chefs du F.R.E.L.I. M.O. (Mozambique). Il fut décidé que ces mouvements enverraient un certain nombre de leurs militants pour être instruits militairement et politiquement à La Havane.

Au moment même où Guevara se trouvait en Afrique, trois dirigeants rebelles congolais arrivaient à Cuba. Il s'agissait de Johnston Umba, représentant du « Couseil National de Libération » en Afrique orientale, de Robert Saidi, secrétaire du « Ministère de l'Information », et de Placide Kotongwa, « chef de cabi-net du ministre de la Défense ». Tous trois venaient demander une aide accrue à Fidel Castro et la possibilité d'envoyer à Cuba de jeunes Congolais pour y être formés à l'art de la gué-

La demande fut prise en considération puisque, quelques mois plus tard (juin 1965), deux Cubains étaient tués dans une embuscade près de Bendera dans la province du Maniéma. D'après les documents saisis sur leurs cadavres, il s'avérait qu'il s'agissait de deux agents de Castro, l'un s'appelant Sadiz Gerez Gomez, rels, mais bien pour y preparer de nouveaux contres d'agitation. Un an plus tôt, en janvier l'1964, lors du coup d'Etat de Zanzibar, quel-ques dizaines d'Africains, dirigés par Okello, d'Lient revenus dans l' « Ile de Girofle » pour participer à l'insurrection. Vainqueurs à Zanzibur ces agitateurs formés à La Havane avaient documents que d'autres « conscilles » par lier ces agitateurs formés à La Havane avaient documents que d'autres « conscilles » par lier ces agitateurs formés à La Havane avaient zibur, ces agitateurs formés à La Havane avaient documents que d'autres « conseillers » cubains tenté de répéter leur coup au Tanganyika, au se trouvaient également dans les rangs des

REVELATIONS D'UN ANCIEN AMBASSADEUR DE CASTRO

gouvernée par Ben Bella, puis le Mali, le Con- L'action du gouvernement de Cuba en go-Brazzaville, la Guinée et le Ghana. L'Afri- Afrique a été confirmée, dans l'été de 1966, que venait de vivre le draine sanglant de par les révélations d'un ancien diplomate Cu-

que, devait-il déclarer, il faut d'abord se rendre il avait été emprisonné sous Batista. Puis il

avait véen en exil au Mexique en 1956 et 1957, à Cuba. Après la victoire des révolutionnaires, il fut chargé de s'occuper des affaires d'Asie et d'Afrique. Il remplit des fonctions diplomatique, puis au Ghana, où il fut en poste en 1961 et 1962 avant d'être chargé d'affaires en Indonésie, puis en Syrie et au Liban. Il accompagna Guevara dans ses pérégrinations africaines. Il représenta Cuba à la conférence afro-asiatique d'Alger en 1965 et il participa à la conférence tri-continentale de La Havane en janvier 1966.

D'après lui, Castro s'intéresse à l'Afriquo y subventionne l'agitation révolutionnaire depuis 1961. En tout eas, le Dr. Alonso fut, selon ses dires, « au centre même de la campagne de subversion entreprise en Afrique » des son arrivée au Ghana, en 1961.

Trois officiers cubains de race noire se présentèrent à lui lorsqu'il venait d'arriver à Acera. Ils étaient munis de faux passeports et ne eachaient pas qu'ils tennient leur mission d'une très haute instance. Ils se maintenaient en liaison directe avec La Havane en utiljsant la téléscripteur de l'ambassade, mais ils usaient. Il s'en suivit un refroidissement dans les relapour le faire d'un code secret. Reçus par tions diplomatiques entre les deux pays, et le N'Krumah et par l'ambassadeur soviétique, gouvernement cubain n'a plus, depuis lors, ils restèrent quatre mois au Ghana. Ils avaient, qu'un chargé d'affaires à Alger. Serguera se en le temps d'organiser, (avec des Cubains de trouva disponible, et, transféré à Brazzaville, il grade inférieur) un camp de formation de y jour un rôle de premier plan dans l'implan-« combattants de la libération » à la frontièro de la Haute-Volta. Ce centre fonctionna jusqu'à Congo Brazzaville.

révélations du Dr. Alonso) il déclara détenir la preuve que les autorités cubaines contri-busient à l'entrainement de 2.000 guérilleros ghancens, tant à Cuba qu'au Ghana.

On verra plus loin que les Cubains, évinces du Ghana, se replièrent au Congo-Brazzaville, mais il convient de noter, toujours d'après, de supplanter la police et l'armée, jugées peu' le Dr. Alonso, quelques-uns des nutres points: d'application de l'action cubaine en Afrique.

En 1963, lors du conflit frontalier algéromarocain, Castro mit quelques centaines (trois! ou quatre) de soldats réguliers à la disposi- jours qui suivirent. tion du gouvernement algérien, alors dirigé par Ben Bella. Il pensait que l'opération aboutirait à la chute de la royauté et qu'elle amènerait Ben Barka au pouvoir.

En 1965, le Dr. Alonso rencontra, à la conférence d'Alger, Pablo Rivalta, qu'il avait connu en 1961 à Acera, et qui venait d'être nomau profit d'Oginga Odinga, avec l'aide de révolutionnaires venus de Zanzibar. On a vu plus hant que des agitateurs formés à La Havane renversement du gouvernement (d'autant plus avajent joué un grand rôle dans la révolution de Zanzibar, en janvier 1964.

Castro s'intéresse de près aux actions de en même temps que Castro, avec qui il rentra guerre civile qui se découlent dans les colonies portugaises. Toujours d'après le Dr. Alonso, il aurait aceru récemment l'aide apporté au Parti Africain de l'Indépendance de la Guinée por-tugaise et des Îles du Cap-Vert (P.A.I.G.C.V), qu'il considère comme le mieux organisé en Afrique. En janvier 1966, le scerétaire général de ce parti, Amilear Cabral se rendit à La Havane pour prendre part à la conférence tricontinentale. Il cut de longs entretiens avec Castro qui, depuis, lui accordo une a aide financière importante » (1).

LES CUBAINS AU CONGO-BRAZZAVILLE

Les Cubains n'ont pas commencé à s'intéresser au Congo-Brazzaville seulement après le coup d'Etat qui renversa N'Krumah et les chass sa du Ghana. Six mois plus tôt, en juillet 1965, l'ambassadeur de Cuba à Alger, Jorge Serguera Riveri était venu s'installer à Brazzaville. Au lendemain du 19 juin 1965, Castro avait pris publiquement parti pour Ben Bella contre le colonel Boumediène qui venuit de le renverser tation cubaine au Congo (2).

En janvier 1966, les deux gouvernements la clute de N'Krumah. Toujours d'après le Dr. signèrent un accord qui permit à plusieurs Alonso, ces « combattants » étaient destinés à centaines d'étudiants congolais (médecine et aller porter la révolution en Haute-Volta, au agronomie) de se rendre à Cuba, ainsi qu'à des Niger, an Cameronn, au Togo, an Gabon et au Cubains de venir enseigner au Centre agricole national congolais, lequel dépend de Claude da La chute de N'Krumah, en février 1966 Costa, ministre de l'agriculture et de la cons-ne mit pas fin à l'intérêt que portait Castro au truction. (On dit que les Cubains fondent beau-Chana. Lorsque le nouveau gouvernement gha- coup d'espoirs sur ce métis angolais du Banéen ferma l'ambassade de Cuba à Acera, le congo, à qui ils réserveraient le gouvernement 27 septembre 1966, (peut-être à la suite des de... l'Angola, quand celui-ci sera « libéré »).

Ce qu'on ne savait pas alors, c'est qu'en même temps, des miliciens cubains venaient au Congo, au nombre de plusieurs centaines. Leur mission était double (au moins) : ils étaient chargés de l'instruction militaire du corps national de défense civile (une miliee chargée sûres) et d'assurer la garde du président de la République.

On cut la révélation de cette présence et de ces deux rôles, le 27 juin 1966, et dans les

Le 27 juin en effet, il y cut une mutinerie au sein de l'armée congolaise. Le prétexte en fut la destitution arbitraire d'un officier. En fait, les militaires en révolte protestaient contre la mise progressive de l'armée sous la coupe du parti. Le 23 juin, le gouvernement avait fait voter une loi portant transformation des forces mé ambassadeur de Cuba en Tanzanie : la mis- armées congolaises en une a armée populaire sion qu'on lui avait confiée visait le Kenya. Il nationale ». Les mutins demandaient le renonfallait travailler au renversement de Kenyatta cement à cette « démocratisation » de l'armée et le départ des instructeurs militaires cubains.

> La mutinerie aurait sans doute abouti au que le président de la République, Massemba-Déhat se trouvait alors à Tananarive) si les Cubains n'étaient pas intervenus,

Ils sauverent la situation. Le premier mi- le 9 octobre 1966, le correspondant du Monde nistre, Ambroise Noumazolay le reconnaissait à Dakar. cubains n'avaient pas influencé la population, Nouvelle, qu'en Guinée « les Cubains de Castro nous ne nous trouverions peut-être pas ici au ont commencé à entrainer depuis le 3 décembre jourd'hui. C'est la raison pour laquelle la pré- (1966) des miliciens des deux sexes. Chaque sence de nos frères cubains suscite de l'opposi- section compte 7 jeunes et il y a 27 sections ».

instruire les populations, car un peuple désarmé est un peuple d'esclaves ».

De son côté, le gouvernement cubnin; par la voix du journal du parti, Granma, assurait :

« Le gouvernement de La Havane, accomplissant ses devoirs internationalistes, a envoyé des armes et des instructeurs paur aider à la formation du peuple du Gongo-Brazzaville. Cette aide a été envoyée par Cuba sur la de-mande du Congo-Brazzaville pour organiser et entraîner des milices et des éléments de l'armée de ce pays en raison des menaces impérialistes venues du Congo-Léopoldville ».

Scion le Dr. Alonso, le corps des mercenaires cubains présent au Congo serait commandé par le capitaine Terry Thorndike, l'un des trois officiers cubains qu'il reçut à Acera lorsqu'il était en poste au Chana.

Il semble bien que les Cubains du Congo ont d'autres missions que celles qui sont pro-prement congolaises. Comme ils le faisaient au Ghana, ils préparent des agitateurs et des guérilleros pour les pays voisins. On a vu que, sclon certaines informations, ils comptaient sur Claude da Silva pour gouverner un jour l'Angola. C'est l'enclave de Cabinda qui parait spécinlement visée.

LES CUBAINS EN GUINEE

La Guinée constitue elle aussi, une base cubaine en Afrique.

La présence des Cubains y a été signalée sous trois formes.

« La méfiance de Schou Touré à l'égard de plusieurs militaires de haut grade s'est accrue et la garde présidentielle est désormais constituée de mercenaires cuhains », écrivait

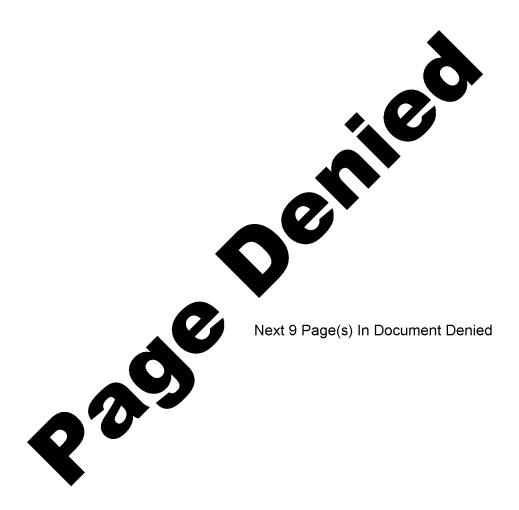
On lisait le 15 décembre 1966, dans Afrique

Enfin, c'est à Masenta en Guinée que les tion. Je vous garantis qu'ils ne partiront pas... Enfin, c'est à Masenta en Guinée que les Les frères cubains instructeurs continueront à Cubains aident à la formation d'une espèce de corps expéditionnaire de la révolution, formé de Ghanéens, dont la tâche serait de remettro N'Krumah au pouvoir. D'après le Dr. Alonso, Serguera aurait rendu visite à N'Krumah en Guinée, et il lui hurait offert, non sculement les services de la légion cubaine installée au Congo Brazzaville, mais aussi ceux d'un spécialiste cubain du sahotage, formé en U.R.S.S., un certain José Simon, qu'il avait déjà connu à Alger. Celui-ci aurait conçu l'idée de faire sauter le harrage sur la Volta afin de provoquer dans les populations ghancennes une panique qui aurait fourni une occasion favorable à une action révolutionnaire pour remettre N'Krumah au pouvoir. NICOLAS LANG.

(1) Le 28 février 1967, Le Monde reproduisait une dépêche de Reuter, selon laquelle les troupes portugaises auraient pris et détruit en Guinée un camp rebelle abritant des mercenaires étrangers que l'on croit être des Gubains, Selon le commulqué du commandement portugais, les mercenaires sont décrits comme des « Cubains au teint basanés».

(2) La décision d'établir des relations diplomatiques entre La Havane et Brazzaville date de mai 1964.

D'autre part, le 29 mars 1967, le ministre algérien des Affaires étrangères, Bouteflika, recevait un envoyé spécial du gouvernement cubain, M. Allarés, directeur de la division Afrique - Moyen-Orient, au ministère des Affaires étrangères. Cette visite semble annoncer une normalisation des relations entre les deux pays.



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October 1967

Soviet Problems in the Fiftieth Anniversary Year

The Soviet Union originally expected this year -- the 50th anniversary of the Bolshevik Revolution -- to be one of gay celebrations and of further triumphs of communism throughout the world. In the event, it has not worked out that way, and the anniversary year has been marked by a series of failures which have taken the gloss off the celebrations.

The events of the year have taken place against a background of serious problems which would be difficult enough to face in any ordinary year. These include such puzzlers as whether or not to build an antiballistic missile defense system (at a cost approximately equal to the American estimate of \$50 billion for their own system), how far and in what direction to develop the "new economic system" (which pays more than passing obeisance to the theories and practice of capitalism), and how to control the Soviet intellectuals, whose disillusion with communism verges on outright opposition.

The Kremlin's reaction to these and other serious problems of farreaching import has largely been one of indecision, of postponement of whatever could be postponed in order to avoid rocking the boat of anniversary celebrations. Furthermore, the tendency toward indecision has been reinforced by the necessity of reacting to the long series of events which have bespoiled the year. These include the following:

<u>Defection of Svetlana Alliluyeva</u>. The defection of Stalin's daughter, which has been extensively commented on in the world's press, was a severe blow to the Soviet cause.

Communist China. Mao and his Cultural Revolution have posed a growing ideological and political challenge to the USSR, making it more difficult for the USSR to hold together what is left of the unity of the world communist movement. The Chinese Communists' scorn for the USSR became acute in 1967 and went so far as a seige of the Soviet Embassy in Peking from 26 January to 13 February. The officers and crew of the Soviet freighter Svirsk were attacked by Red Guards in Dairen, China, in August.

World Conference of Communist Parties. The Kremlin tried and failed in April 1967 at Karlovy Vary, Czechoslovakia, to get the assembled communist leaders from Eastern and Western Europe to call for a world conference of communist parties. In mid-September the Kremlin launched a new campaign for an international conference, possibly to be held in connection with the celebrations in Moscow on 7 November. Since several communist parties persist in their refusal to attend, the Kremlin may have to water down its plans by settling for less than 100% representation of the world's communist parties.

Space Program. The first death of a Soviet cosmonaut, Colonel Vladimir Komarov, occurred on 24 April 1967. Komarov's death while on the first mission of a "Soyuz" (Union) spacecraft was announced belatedly and ambiguously and thus caused a rash of wild rumors to circulate throughout the USSR. Komarov's death was a blow to Brezhnev and Kosygin, then attending the above-cited Karlovy Vary Conference, which was brought to a close one day earlier than planned. The Soviet space program is likely to have been set back for some time to come as a result of this misfortune.

Unity of the Communist Bloc. The political effectiveness of the Communist Bloc has been impaired by Rumania's continued insistence upon a kind of veto power. Rumania has opposed a world conference of communist parties, and has refused to break diplomatic relations with Israel and to condemn Israel as an aggressor in the Arab-Israeli war. Rumania's establishment of diplomatic relations with West Germany angered the East Germans and raised fears that other East European countries would follow suit and thus weaken the Soviets' position that the Bloc should stay united to ward off the threat of the German "revanchists."

Support to North Vietnam. Soviet aid to North Vietnam, estimated at \$1 billion in 1967, will be continued in 1968 according to an agreement signed on 23 September. The Soviet surface-to-air missiles (SAM's) supplied to North Vietnam have proven exceptionally expensive and have scored a very low number of hits relative to the number launched. In spite of its extensive support, the Soviet Union is unable to show that the North Vietnamese cause has been advanced during the year.

Disenchantment of Soviet Writers. The regime has failed to come to terms with liberal writers and to enlist their support for the state's objectives. On 22 January a group of young writers was arrested for demonstrating for the repeal of Article 70 of the RSFSR legal code (and thus demonstrating for the release of Sinyavsky and Daniel, who were imprisoned for allegedly violating this article's prohibition of anti-Soviet propaganda). One of the demonstrators, Viktor Khaustov, was tried and sentenced on 17 February and the other three, V. Bukovski, V. Delone, and Ye. Kushchev, were tried and sentenced on 1 September.

Earlier, the Fourth Writers' Congress convened in May, was reported as an insipid affair. It was later learned, however, that the brilliant Soviet author Aleksandr Solzhenitsin, who served over eight years in a concentration camp, had sent a letter to 400 of the 600 persons attending the Congress in which he raised the burning issues of censorship and intellectual freedom. His demand that these issues be discussed at the Congress was supported by 80 other Soviet writers; however the leaders of the Writers' Union were able to avoid any such discussion. Solzhenitsin's letter played an unexpected and important role when it was read at the end of June at the Czech Writers' Congress, where writer-regime dissidence flared sharply.

Exposures of Soviet Spy Networks. On 22 March 1967 the Italian government announced the arrest of Soviet spy Giorgio Rinaldi, his wife, and accomplice. Subsequent investigations led to the exposure of the biggest Soviet espionage network uncovered since the war, with ramifications in over twenty countries in Western Europe, Africa and the Near East. Insult was added to injury when, in September of this year, another Soviet spy was arrested, this time in South Africa. The undercover agent, Yuriy Nikolaevich Loginov, told South African officials of dozens of other Soviet espionage agents operating in clandestine networks in Europe, Africa and Latin America. This case could hardly have been more poorly timed for the Soviets since the investigation of clues provided by Loginov will undoubtedly extend for months and will, in all likelihood, result in the arrests of additional Soviet spies at the very time the Kremlin is celebrating the anniversary and proclaiming the triumph of "peaceful coexistence."

LASO Conference. The first meeting of the Latin American Solidarity Organization (LASO) was held in Havana early in August this year. The principal result of the conference was to sanctify the Castro thesis that only "armed struggle" (that is, guerrilla warfare) will liberate the American hemisphere. This thesis is contradictory to the Soviet belief that both armed struggle and mass (non-violent) struggle have their place according to circumstances, and it resulted in a heightened division between Moscow-supported Communist parties on the continent and Cuban-backed guerrillas. This poses an acute dilemma for the Soviets, who support Castro with \$1 million per day and treasure Cuba as the only outpost of communism in the hemisphere and thus have no alternative but to continue to back Castro.

* * * * *

Faced with this series of adversities, the Soviet leaders have wildly lashed out against the supposed causes of their misfortume. An excellent example was an article in Komsomolskaya Pravda on 22 July 1967 which alleged that Soviet difficulties are the result of a multi-billion dollar U.S. program of "anti-Soviet ideological aggression" designed to spoil the anniversary celebrations. In addition, the article viciously raked Svetlana Alliluyeva, describing her as "a sick woman with a sexually disturbed face." Other Soviet attacks, against Svetlana and against all other detractors of the Soviet system, are to be expected during the remainder of the year.

The Soviet government is expected to attempt some spectacular feat in space, which will help offset the adverse publicity which has greeted them this year. The government has declared two areas in the Pacific Ocean closed to navigation until the end of October and the western press has reported that Soviet monitor ships normally associated with space shots are being deployed in the Pacific. The exact nature of the venture is unknown, but it is expected that, for propaganda purposes, it will be as spectacular as possible.

Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0

A rumor has been circulating in the Soviet Union that the Soviet government will declare an amnesty for political and criminal prisoners in connection with the festivities on 7 November., following a previous amnesty granted after Stalin's death. Although this move would be joyfully welcomed throughout the world, it would be a difficult decision for the Soviet government to make because of its implicit admission that tens of thousands of persons are still imprisoned in that country for "political crimes."

October 1967

Soviet Amnesty Rumored

by Henry Shapiro, UPI, Moscow, Sept. 10,1967

The Supreme Soviet (Parliament) of the Soviet Union will meet Oct. 10 for the first time this year, it was announced Sunday.

Informed sources said the Parliament is expected to approve an amnesty for minor non-political prisoners to mark the celebrations in November of the 1917 Revolution which overthrew the czarist regime and brought the communists into power.

The Supreme Soviet is the country's highest legislative body. Although in principle it has as much, if not more authority, than any Western Parliament, it has in practice become largely a confirmatory body.

The real work of framing laws and administering the Soviet Union, apart from the Communist Party, is performed by the presidium of the Supreme Soviet. The 37-member presidium is almost always in session and its decrees are ratified without debate by the full membership of the two houses of Parliament.

The agenda will not be made public until the Parliament meets next month. But informed sources said the members will concern themselves mainly with measures on the 50th Anniversary celebrations of the Bolshevik Revolution Nov. 7.

Among the proposed jubliee laws is the amnesty -- such as is centrally enacted on historic occasions -- for the release of persons serving prison sentences for relatively minor crimes.

Such amnesties usually do not apply to political offenders like writers Andrei Sinyavsky and Yuli Daniel, who were convicted two years ago for publishing anti-Soviet satires abroad.

It also has been reported that the Parliament will finally get around to adopting formally the current five-year economic plan which was launched two years ago.

The plan in broad outlines was adopted last year by the 23rd Communist Party Congress, but details have not been worked out, presumably because the Kremlin was awaiting an assessment of the recent economic reforms and their effect on production.

Among other unfinished business before the session will be:

--Ratification of the American-Soviet Consular Convention, which the Russians, who normally approve such accords automatically, have delayed because of the Vietnam War.

-- A report by Foreign Minister Andrei Gromyko on Soviet foreign policy, particularly issues connected with the Middle East situation.

Sessions of the Supreme Soviet are usually preceded by a plenary meeting of the ruling central committee of the Communist Party which plays down the guidelines to be followed by Parliament.

One such plenum will probably be convoked Oct. 9.

12 April 1967

Vest Smashes Big Red

By ORR KELLY Star Staff Writer

Italian military intelligence agents have in the last 31/2 weeks scored a historic "black" war" victory over their Soviet

counterparts.

Although the full scope of the operation is only beginning to emerge, it now appears that the Italian intelligence agency, SID, has crushed a major espionage operation of the Soviet agency, GRU, built up carefully over the last seven years and aimed at the military heart of the North Atlantic Treaty Organization.

ii So far, at least 30 persons have been arrested and five Soviet officials have been expelled from European nations. There is every indication that further arrests and expulsions

will follow.

How successful the Soviet spy "elfort had been is not clearly known and this aspect of the attend sky-diving meets. case may never be fully revealed. But there is convincing evidence that it had either failed artist of some ability. in-or had not yet achieved-its major objective of penetrating rilla fighter at the age of 16 the U.S. bases in the Mediterra- during World War II, made his nean area and installations of first contact with the Russians NATO on a wholesale basis.

The Soviet spy network began recruited as an operative. to come apart on the pleasantly when Italian counter-espionage clear, but Italian intelligence is agents grabbed a courier at Monginevro Pass on the French-Italian border and seized 19 rolls

of microfilm.

Within hours, Soviet diplomats elaborate espionage apparatus and businessmen who were for which he served as the Within hours, Soviet diplomats almost certainly commissioned officers in the GRU began packing their bags and heading for home.

Five of them were ordered to leave Italy, Cyprus and Greece. Others as far away as Austria, packed up and disappeared.

Friday, it was revealed another from a high-powered radio tria and France. 20 persons had been picked up Spain, Morocco and Tunisia.

work that broke it up has the counter-intelligence town of Monteux and to Rome emerged. It is now possible, by and with Girard's trips to Spain. patching together these bits and detail.

and Rinaldi's case officer, Yuri money, but it must have seemed Kuzmich Pavlenko, 35, a GRU handsome to Rinaldi, who had

Until their arrest, Rinaldi and his wife operated an antique store known as the Bottega di Lagno ("The Wood Shop") on the Borgo Medievale del Valentino in a restored medieval section of Turin. Rinaldi was an traveled throughout Europe to

the Soviet Embassy in Rome.

His pudgy wife, whose true role in the spy operation is not yet known publicly, was an

Rinaldi, who became a guerin 1956. By 1960 he had been

Just when the SID began to warm afternoon of March 15 keep a careful eye on him is not known to have had a special interest in him for at least five years-two years before the GRU began to build up the

> center point or principal agent. Rinaldi was one of a number post in Vienna. of persons the SID-Servizio Informazione Difesa-had been watching because of known contacts with Soviet agents. wife flew from Paris to Moscow

station near Moscow. Although code was changed too often, shores of the Red Sea and they noticed that the transmis-, perhaps as far away as Japan.

In recruiting spies, intellipieces, and by discarding some gence organizations will use any to tell the story in considerable Love, sex, fear, pride, ambition. Agency in Vienna. In Rinaldi's case, it was that old. The four key figures in the standby-money. According to case are Giorgio Rinaldi, 39, his an account in one Italian news-Armando Lorenzo Girard, 40, \$650. It was not a great deal of officer who was an attache at never made much of a success of anything he had undertaken.

There also were appeals to his major interest. pride and to his sense of belongtraining in codes, photography and radio operation in both Italy. avid parachutist and frequently, and Switzerland. On at least four occasions, the most recent last July, he was flown to GRU headquarters in Russia for further training and pep talks by high ranking Soviet intelligence officials.

> The early development of the spy apparatus centered around Rinaldi apparently was under the direction of Col. Mikhail llich Badin, a GRU officer who, suddenly left Vienna shortly, after Rinaldi was arrested.

> Since late in 1964, when! Pavlenko was assigned to the Soviet Embassy in Rome, he appears to have been Rinaldi's chief contact within the GRU. It is possible, of course, that Badin was still exercising control over the whole operation from his

The full scope of the spy deliver nuclear weapons. operation is probably not yet. known even to the best informed Italian military intelligence SID's interest in Rinaldi quick- officers who broke it up. But it Morocco and Japan simply ened last July when he and his appears to have been concerned primarily with U.S. and NATO bases in Spain, Italy, Greece Ten persons were arrested under assumed names. bases in Spain, Italy, Greece almost immediately in Italy, SID agents also were monitor-chanisms in Switzerland, Aus-Cyprus, Austria and Greece. On ing a mysterious transmission tria and France

There also are indications it by counter-intelligence officers they could not decode the mes- extended from Morocco on the Austria, Cyprus, Greece, sages because the key to the Atlantic coast to Somalia on the

Gradually, in bits and pieces, sions seemed to coincide with 'Some of the Soviet agents the story of the spy operation trips by Rinaldi to the Swiss involved may have been operating the counterintelligence; trips by Rinaldi to the Swiss in under the cover of positions. ing under the cover of positions with the International Labor Organization and the International Telecommunications. Union, both in Geneva, and the of the erroneous early rumors, device they think will work: International Atomic Energy

Spanish Targets

The targets in Spain reportedwife, Angela Maria Antoniola paper, he received 400,000 lire at ly were the U.S. installations at Rinaldi, 52, their chauffeur, month, the equivalent of about Sanjuro near Zaragossa, El Ferrol near Cartagena, Torrejon de Ardoz near Madrid, and Rota, near Cadiz.

Of these, only two are of

.The Torrejon base is heading, as he was drawn even quarters of the 16th Air Force deeper into the Soviet espionage and is the home base for three! apparatus. He received special squadrons of F100 fighters of the 401st Tactical Fighter Wing. The base at Zaragossa is in a caretaker status.

> The U.S. base at Rota is the Navy's largest installation in Europe. It serves as a major. supply center for the 6th Flect and can handle the biggest and fastest warplanes and ships in the fleet.

Start of Pipeline

It is also the beginning of a 485-mile pipeline that feeds fuel: to Air Force bases in the interior of Spain. El Ferrol is a fucl annex.

The Defense Department, under a standing policy, never confirms nor denies the presence of atomic weapons at any of its bases. But it is reasonable. to assume that the ships and planes based at Rota and the planes based at Torrejon can

The network also encompassed the British Royal Air Force bomber hase at Akrotici in southern Cyprus as well as communications facilities in Cyprus, the U.S. Air Force base at Aviano in northern Italy and bases in Greece.

It is not yet clear how many were involved-willingly; or junwittingly—in the spy opera-: tion. But it must be assumed that there were at least several persons at each of the bases,

Called Key Link

. A key link was the Rinaldis' apparatus. This was subsequent, almost certainly not ended, then chausseur, Girard, who sompered about southern Europe in Volkswagen retrieving his Information from "dead drops, where it had been left for pickup, and delivering it to Rinaldi.

On March 10, Girard left in his Volkswagen for a trip to Spain and SID agents tried to follow him. But he never traveled more! than 40 miles an hour, so it was impossible to trail him without making him suspicious.

the Alpine passes into Italy from 'swim into their trap,

of his car and turned him over officers, who quickly found what they were looking for. They and parks of Rome.

They were looking for. They and parks of Rome.

They were looking for. They and parks of Rome.

They were looking for. They and parks of Rome.

They are parks of Rome.

They

ing information that will keep on Rinaldi's Grundig-Satellite Western intelligence officers radlo. busy for months, perhaps even. Rinaldi supplied the key to the furnished. Whether he is still instructions for him to leave the is not clear. He reportedly a hole beside the fifth tree in a suffered a nervous breakdown row of trees on a country road and had to be hospitalized.

According to one unconfirmed report, he was so terrified that former masters attempt to poison him that he 10:45 p.m. the following night, at would cat only eggs that had man and a woman in a state. been boiled in his presence.

Copious Notes Found

greater importance was what the officiers, he tried to get the SID agents found at the away but two cars quickly cut Rinaldis' Bottega di Lagno.

As they had expected, they nished to an agent in Rinaldi's non grata and that he had 48 position: radio equipment, code hours to get out of the country. books, concealment gadgets, He didn't even wait that long chemicals for secret writing and The following day, Pavlenkoi, micro-dot equipment.

And then, to their delight, they year-old son, Anatoly, boarded lalso discovered that Rinaldi had a plane for home. violated one of the most basic rules of the spy business. He had made copious notes about things. By the end of the week, he should have committed to Greece had expelled two Soviet memory. He and his wife officials, seemed to have thrown nothing second secretary at the embas-. away. The officers found a vast sy, and Igor Ochurkov, a mem-, assortment of instructions, ber of the Soviet Trade Mission. letters, reports and notebooks.

as links in the chain back to of the Rinaldis, there was a airline Acroflot since 1961, were well known. But some gaps report that they had enlisted 300 ordered to leave Cyprus. report that they had enlisted 300 ordered to leave Cyprus. The NATO officers in their spy ly denied by NATO officials and hegan. it now appears that what was involved was a target list of, persons the Russians would like persons the Russians would like post in Japan and another to have enlisted rather than a departed from Morocco with list of those who actually had equal haste. It is not yet clear, been drawn into he spy net- at least to those on the outside, work.

Arrests Kept Secret

From March 12 on, Italian kept secret while the SID agents agent put a special watch on waited for even higger fish to

After Rinaldi was picked up, slammed shut on Rinaldi and his public, there was one last detailed radio transmission from Rinaldi began to talk, supply- Moscow that agents listened to

years, untangling the leads he code and Italian agents had supplying valuable information films brought back by Girard in outside Rome.

Spot Staked Out

They staked out the spot on would the afternoon of March 19. About Pavlenko and his wife-stopped.

Pavlenko got out and re-But probably of equal or even beneath the tree. When he saw him off.

Italian The discovered the kind of supplies informed the Soviet Embassy that would normally be fur that he was considered persona his wife Natalya, and their 6.

Greece Expels Two

By the end of the week, Zacharov, Albert Two others, Boris Petrin,

cultural attache at the embassy

A series of arrests, which has

In the wake of the disclosures what roles, if any, they may used both methods. have played in the spy network. Portions of the

waited for even higger fish to the Brussels newspaper Le Soir, Musselini, was actually the swim into their trap.

By that time the officers reported that two men in a car, brains of the operation. Accordthe north, Late on the afternoon By that time, the officers bearing license plates issued to ing to other accounts, she meretrap at the Monginevro pass.

In a number of points in both Turin up by officers of the Belgian ing instructions from Moscow.

In a number of points in both Turin up by officers of the Belgian ing instructions from Moscow.

As a result of the arrest of the Italian police whisked him out and Rome for passing on infor- Ministry of Justice as they. As a result of the arrest of the f his car and turned him over mation. There were "dead stopped at a restaurant at Rinaldis, the entire Mediterra-

One of the men, Le Soir, reported, was an agent of Aeroflot, the Soviet airline which-employed one of the men exemployed one of the men exposed, pelled from Cyprus. Although far been read the leeberg has so the background of these two lar been seen. men is not known, some Aeroflot officials have received; special training as espionage agents at the Military and Diplomatic University in Mos-COW.

Late in February, the Swiss asked the Russians to recall Ivan Yakovlovich Petrov, senior representative to the International Telecom munications Union in Geneva, after he allegedly asked a senior Swiss' civil servant to become a spy for Russia. Here again, it is not known whether this incident might have been connected with the Rinaldi case.

Even earlier, on Nov. 4, 1966, the Italians expelled Kir Lom-zenko, a Soviet trade attache, who was thought to be spying on government, the Naples NATO base and reporting on U.S. fleet movements in the Mediterranean.

His expulsion followed the defection of Mrs. Olga Farmakovskaya, a green-eyed, red-haired beauty whose husband, Soviet Navy Commander Vadim Vadimovich Farmakovsky, was believed to be a high-ranking GRU official. She slipped off a. cruise ship in Beirut, Lebanon, and was whisked away to Brussels.

Perhaps the way in which these other bits and pieces fit into the Rinaldi picture, if, indeed they fit at all-may be revealed as the leads provided by the arrest of the Italian

plus their contacts who served. Immediatedly after the arrest in Cyprus, and Nikolay Ranov, The broad outlines of how

It seems certain that he used his powerful radio apparatus to receive instructions, but it is not clear whether he also used it to of the arrest of the Rinaldis, a he passed his information to Soviet diplomat abruptly left his Soviet contacts in Italy for post in Japan and another transmission to Russia. If the mode of operation of the Swed-ish spy, Col. Sig Wennerstrom, is any indication, he probably

Portions of the Italian press. The arrest of the Rinaldis also which has tended to give rather Girard and the Rinaldis were may help to explain several flamboyant treatment to the picked up late Wednesday, other incidents in various parts story, have speculated that Mrs. March 15, But the arrests were of Europe in recent months.

Rinaldi, who had served in the control of Europe in recent months.

drops" at the cathedral and the Hever, a small town in Brabant; nean area is in the throes of a zoo in Turin and in the streets province. severe case of spy fever, and there are persistent reports that, even though this already apipears to be the most extensive

narachutist are run down. Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0

NEW YORK TIMES 23 March 1967

Soviet Aide Defends Rule of Disputed Bessarabia

By HENRY KAMM

Special to The New York Times

MOSCOW, March 22—The briefness of the visit here last weekend of Rumania's top leaders and the terseness of the announcement that followed it have led to widespread speculation that it may have ended abruptly with negative results.

Nicolae Ceausescu, First Sec-retary of the Rumanian Com-munist party, and Premier Ion ganda had made some inroads Gheorghe Maurer arrived Fri-among the population. After a day and left Saturday.

The brief report about the visit in Sunday's issue of Pravda, the newspaper of the Soviet Communist party, contained none of the standard phrases about complete iden-tity of views that customarily conclude meetings of leaders of the Communist nations.

A presumption among observers here is that Rumania stood by the positions that have made her the odd man out in the Sovie bloc and notably did not commit herself to participate in the conference of European Communist parties to be held in Karlovy Vary, Czechoslovakia, next month.

In addition to world issues on which the Soviet Union and Rumania do not see eye to eye, a vexing problem that has en-cumbered relations between relations between them without ever becoming an open dispute has recently come to the surface.

Longstanding Dispute

The problem concerns Bessarabia, a region between the Dniester and Prut Rivers, disputed between Russia and Rumania for more than a century and annexed by the Soviet Union in 1940.

Bessarabia, a Rumanian territory from 1918 to 1940, now forms part of the Moldavian Soviet Republic, Newspapers reaching here from Kishinev, capital of Bessarabia and since 1940 of the Moldavian Republic, give evidence that anti-So-viet Bessarabian nationalism is on the upsurge and that the Communist party has em-barked on a determined campaign against it.

Sovietskaya Moldavia, newspaper of the republic govern-ment and party organizations, reported in its issue of Feb. 16 on a pienary session of the party's central committee domin-ated by a long speech by Ivan Bodyul, the first secretary. A major part of the speech was devoted to attacks on "mis-leading propaganda" that as-sailed the Russian claim to Bessarabia. The propagandists were only vaguely identified by

Mr. Bodyul and other speakers as being in the West, or the "imperialist camp."

among the population. After a recital of evidence of historical links between Russians and Moldavians, Mr. Bodyul de-

clared: "Such are the historical facts. Unfortunately, they are not well known to public opinion. As a result, some people easily fall under the influence of misleading propaganda and quite often become themselves the spreaders of it, sometimes without being condemned for it.

Counter-Propagands Asked

Mr. Bodyul called for the or-ganization of "counter-propa-ganda" that would employ the most qualified specialists in the party, government, science and culture for a campaign "in newspapers and magazines, on radio and television, in books, pamphlets and other publica-

tions."
"At a time of mounting slander about the past and present of the Moldavian people, the scientists should fully unmask the old and new 'specialists' of Moldavia," the party chief said. At the same time, the central

committee relieved of his function the man who would head such a campaign, the official in charge of agitation and prop-aganda, V. K. Barbulat. He was replaced by Antoni Kon-stantinov, who had been first secretary for the city of Kishinev.

Rumanians are far from reconciled to the loss of Bessara-bia, and in the last three years velled references have been made in speeches and publicabecn tions that run counter to the "Bessarabia was always Russian" claim expressed in Kishi-

In 1964, Rumania published four obscure manuscripts by Karl Marx that cast doubt on Russia's assertion of sovereignty. In a major policy speech last May, Mr. Ceausescu also appeared to raise the question.

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PRETORIA NEWS, Johannesburg , South Africa September 9, 1977

Security Chief Or K.G.B. Activities Security

YURI NIKOLAEVITCH LOGINOV (34), arrested by Security Police in Johannesburg recently, has confessed that he was a Russian spy on a special mission in South Africa, General H. J. van den Bergh, Chief of the South African Security Police, said in Pretoria today.

At a special Press conference the Wachthuis, National in the Wachthuis, National Headquarters of the South Afri-can Police, General Van den Bergh described Loginov as a highly intelligent and carefully

trained professional spy.
Loginov, the first Soviet spy
to be arrested in South Africa, has been in South Africa since January 1967. He was briefed on life in the West by the celebrated Soviet spy, Rudolf Abel, who was arrested in America for espionage in 1957, and was smuggled into the West in the cabin of the captain of the Soviet vessel, Kamensk.

Gen. Van den Bergh said Loginov was arrested in a block of flats near the Johannesburg General Hospital and that the police had been aware of his presence in South Africa for some time.

Loginov did not resist arrest but was shocked when the police appeared at his flat. He did not speak Afrikaans although he spoke English and foreign languages.

This is the text of General Van den Bergh's statement:

name, has been arrested. He has | Police - on a special mission. revealed particulars of contacts, missions and travels which involve 23 countries on five continents. It is now possible to disclose that an individual, posing as a Canadian citizen named Edmund Trinka has been arrested by the security police in Johannesburg after a painstaking investigation.

SPECIALLY TRAINED

"At the time of his arrest, documents and equipment pe-culiar to a profesisonal spy, were found in his possession. Subsequent investigations have confirmed suspicions that he made use of a false passport to enter the Republic of South Africa and that he was involved in subversive activities as well as the illegal international transporting of currency.

"After his arrest he ar

'After his arrest, he confessed to the security police that he was not a Canadian citizen but that his true name was Yuri Nikolaevitch Loginov and that he was in fact born in Moscow! in 1933. He also confessed that he was a fully-trained long-term Russian spy attached to the K.G.B. — the notorious Soviet "A Russian apy, using a false | Intelligence Service and Secret

"According to Loginov, he is a married man living in en-forced separation from his wife Nira. She was also recruited by the K.G.B. and was sent to Cuba for training and to perform certain intelligence missions against Cuba. She was not entirely successful in her mission, however, and as a consequence caused a political scandal in Cuba which was covered to a construction of the cuba which was covered. up only through the use of considerable Rusisan diplomatic pressure. As a result, she was deemed by the K.G.B. as unsuitable to accompany her husband abroad on his intelligence. band abroad on his intelligence missions.

FASCINATING STORY

"Loginov, who has been in South Africa since January, has revealed a fascinating story of years of training and preparation given to him by the K.G.B.

for his illegal missions abroad.
His departure from Moscow
was preceded by years of training in the Czech and English languages, among other things, and by practise trips through the Soviet Bloc and to warmus Western countries under false identities. He was also given

courses on how to live abroad. on how to manage accret operations, and how to utilise secret writing, codes and ciphers in

these operations.

Loginov received part of his training at the Foreign Relations Institute in Russia, where he was friendly with Anatoly Gromyko, son of the present Soviet Foreign Minister, Another of his friends was Zoya Zaru-hina, who is dean at the Soviet-institute of foreign languages. This institute has often been used for the training of spies. "Zarubina's father is a well-known former spy in the United States where he was involved in

States where he was involved in the notorious Sobel case during the years 1939 to 1961. On K.G.B. instructions Zoya Zarubina assigned various intelli-gence missions to Loginov during the course of their associa-

tion.

CANADIAN PASSPORT

"Loginov's, training missions, travels, contact instructions and secret mailing addresses involvo Italy, Finland, Germany, Bel-gium, Holland, Austria, Czechosiovakia, Lebanon, Egypt, Turiovakia, Lebanon, Egypt, Turkey, Switzerland, Kenya, Indonesia, Iran. Australia, France,
Israel, Jordan, Libya, Ethiopia,
Tanzania, Argentina and Brazii.
"One of the K.G.B. officers in-

volved in the handling of his case, Colonel Yevgeny Ivanovich Mosevnin, placed him aboard the Soviet vessel aboard the Soviet vessel Kamensk and he was smuggled to the West through the Kiel canal during January, 1967, Loginov hid in the cabin of the

ship's captain and both the cantain and the maic were aware of the fact that he was a K.G.B. agent proceeding on a mission.

"Loginov's Canadian passport was obtained with the aid of the two K.G.B. officers, Yevgeny Mikhaflovich, a Soviet Consul in Canada, and "Nick," a K.G.B. officer in Nairob, who made use of the K.G.B.-forged South African passport to obtain the Capadian document."
"Other K.G.B. officers with

whom Loginov came in contact from time to time include Kon-stantin Ivanovich Frolov, who had served in Buenos Aires and Australia, and one Yuriy Ivanovich Lyudin: Loginny allegea that Lyudin is in fact identical with Yuriy Ivanovich Modin, who until quite recently was serving as Soviet Counsellor in

"Another of Loginov's K.G.B. handlers was Vitaly Grigorivich Pavlov, who, using the false identity of Nikolal Kedrov, is how serving as Soviet Counsel-lor and K.G.B. Chief in a Soviet Embassy in Western Europe."

EXPOSED

"Paviov was exposed as a spy in the famous Canadian spy case involving Igor Gouzenko in the 1940s. Other persons so far mentioned by Loginov include Alck-sandr Selinkh, Morflot (Soviet Shipping Line) representative in a West European country, Anatolly Kosolapov, director of the Baltic Shipping Line in the same country, Aleksy V. Tiblayshin, a Russian ostensibly working for Unesco in Paris back in the 1930s, who was assigned to Cairo while Loginov was there, Yurly Chekulayev, who is at present asigned to the Soviet Embassy in a country in the Near East as Third Secretary, and Boris Anisimovich Skoridov, Anisimovich Skoridov, who has been assigned to the Soviet Embassy in London under the false name of Boris Zhillsov.

Logmov previously met Selikh, the Morflot representative, in a West European country while en route to Egypt, where he had an espionage mission directed against the Egyptian Government, Loginov was met by Vik-tor Vizgunov, another K.G.B. officer.

General Van den Bergh said that as Loginov proceeded with his confessions the names of still more K.G.B. officers and details of their "nefarious activities" throughout the world were being

revealed.

General Van den Bergh appealed to the public who had heen in touch with Loginov since' he had come to South Africa to report to the Security Police.

EXPRESS REPORTER

OLONEL RUDOLF IVANOVICH ABEL, the man who briefed the now unmasked Russian agent in South Africa, Yuri Nikolaevitch Leginov. on life in the West, was one of the most daring spies ever to be caught in the United States.

A "master spy". Colonel notes and instruments - all re-Abel operated for years in lating to top secret installations. the United States without being detected and transmit. of Edmund Trinka, was friendly ted information to Russia by various adroit and devious time of Abel's conviction. methods.

He was arrested in 1957 while masquerading as a Brooklyn artist and sent to jail for 30 years. He could have been sentenced to death.

As 55-year-old head of the American "KGB spy ring," the Colonel was arrested purely by chance as an illegal immigrant. It was while Federal Bureau of Investigation agents were holding him for deportation that they uncovered his secret headquarters at his studio.

In the studio directly onposite the Brooklyn courthouse where he was eventually convicted — detectives found microfilms of military secrets, a short-wave radio and a hoard of spy gadgets which included hollowedout coins, pens, pencils, bolts and handcuffs.

Loginov, who posed as a Canadian citizen and used the name with the son of another notorious spy in the United States at the

The friend was Zoya Zarubina, whose father was involved in the Sobel spy case in 1957. Jack Sobel, 53, his wife, Myra, 52, and a friend, Jacob Alban, 64, were all sent to jail for terms of imprisonment ranging from four to seven years.

VARIOUS MISSIONS

Now it has been disclosed that Zoya Zarubina, dean at the Soviet Institute of Foreign Languages, assigned various intelligence missions to Loginov on Institute of Foreign Languages has often been used for the training of spies.

It was revealed at the Sobel trial that the Russian-born film producer, Boris Morros, who used to make Laurel and Hardy His special objective at all films and visited South Africa times, it was later revealed, was in 1956, was an American to obtain and transmit atomic counter-spy within the Sobel spy energy secrets. His studio contained photographs, plans models, witnesses against them. Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0 SUNDAY EXPRESS, Johannesburg, South Africa

September 10, 1967

RED SPY ADMITS SUBVERSIVE ROLE who with the mate, knew he was a K.G.B. agent on a mission. His Canadian passport was obtained

EXPRESS REPORTER

THE DRAMATIC story of the captured Soviet spy was disclosed in Pretoria yesterday by Major-General H. J. van den Bergh, head of the Security Police. "A Russian spy, using a false name, has been arrested," he told a special Press conference.

"He has revealed particulars of contacts, missions and travels which involve 23 countries on five continents."

He posed as a Canadian citizen with the name Edmund Trinka, but after his arrest by the Security Police in Johannesburg he confessed that he was not a Canadian and that his true name was Yuri Nikolaevitch Loginov, born in Moscow in 1933.

He entered South Africa in January with a false passport. On arrest, documents and equipment "peculiar to a professional spy" were found in his possession. Investigations confirmed that he was involved in subversive activities and illegal international transporting of currency.

NOTORIOUS SERVICE

"He confessed that he was a fully-trained long-term Russian spy attached to the K.G.B. — the notorious Soviet intelligence service and secret police — on a special mission," said General Van den Bergh.

Loginov's wife, Nira, does not accompany her husband on his missions. Also recruited by the K.G.B., she was not entirely successful on an intelligence mission against Cuba.

Before leaving Moscow, Loginov studied the Czech and English languages and made practice trips through the Soviet bloc and to various Western countries under false identities.

CODES

He was also given courses on how to live abroad, how to manage secret operations and how to use secret writing, codes and ciphers in these operations.

He was briefed by Rudolf Abel, a well-known Soviet spy. At the Foreign Relations Institute in Russia he was friendly with Anatoly Gromyko, son of the Soviet Foreign Minister.

Another friend was Zoya Zarubina, Dean at the Soviet Institute of Foreign Languages — often used for the training of spies. Zarubina's father was involved in the Sobel case from 1959 to 1961.

MISSION

On K.G.B. instructions, Zoya Zarubina assigned various intelligence missions to Loginov during the course of their association.

 Loginov's training missions, travels, contact instructions and

secret mailing addresses involved Italy, Finland, Germany, Belgium, Holland, Austria, Czechoslovakia, the Lebanon, Egypt, Turkey Switzerland, Kenya, Indonesia, Iran, Australia, France, Israel, Jordan, Libya, Ethiopia, Tanzania the Argentine and Brazil.

Jordan, Libya, Ethiopia.

the Argentine and Brazil.

A K.G.B. officer Colonel
Yevgeny Ivanovich Mosevnin,
placed him aboard the Soviet
vessel Kamensk and he was smuggled to the West through the Kiel
Canal in January, 1967.

HIDDEN

He hid in the captain's cabin,

who with the mate, knew he was a K.G.B. agent on a mission. His Canadian passport was obtained with the aid of K.G.B. officers Yevgeny Mikhailovich, a Soviet Consul in Canada, and "Nick" in Nairobi, who used a K.G.B.-forged South African passport to obtain the Canadian document.

Loginov came in contact with K.G.B. officers Konstantin Ivanovich Frolov, who served in Buenos Aires and Australia; Yuriy Ivanovich Lyudin, who is alleged by Loginov to be Yuri Ivanovich Modin, who until recently served as Soviet counsellor in India.

EXPOSED

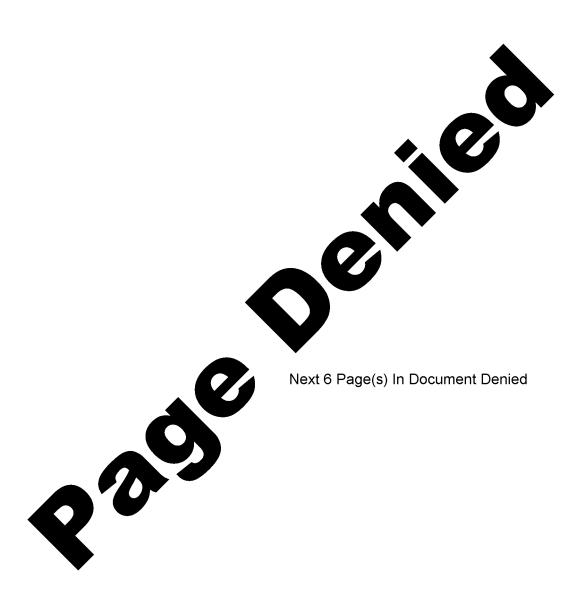
"Another of Loginov's K.G.B. handlers was Vitaly Grigorivich Pavlov, who, using the false identity of Nikolai Kedrov, is serving as Soviet counsellor and K.G.B. chief in a Soviet embassy in Western Europe," said General Van den Bregh.

"Pavlov was exposed as a spy in the famous Canadian spy case involving Igor Gouzenko in the

Loginov has metioned Aleksandr Selikh, of Morfiot (the Soviet shipping line); a representative in a West European country; Anatoliy Kosolapov, director of the Baltic Shipping Line in the same country; Aleksy V. Tiblayshin, a Russian ostensibly working for Unesco in Paris in the 1950's, who was assigned to Cairo while Loginov was there; Yuriy Chekulayev, assigned to the Soviet Embassy in a Near East country as third-secretary; and Boris Anisimovich Skoridov, assigned to the Soviet Embassy in London under the false name of Boris Zhiltsov.

Loginov previously met Selikh en route to Egypt on an earlier espionage mission aboard the

Russian ship Ryazan,
General Van den Bergh sald
that as Loginov proceeded with
his confessions the names of more
K.G.B. officers and details of
their "nefarious activities"
throughout the world were being
revealed."



October 1967

Excerpts From Recent Issues Of U.S. News and World Report

26 June 1967

In the Mideast, too, cooler heads seem to be thinking about prosperity.

Splits appear to be widening between "have" and "have not" Arabs. The "haves" own vast oil fields and are gradually resuming production. The "have nots" lack oil, but are screaming for a ban on sale to Britain and the U.S.

Russians are fanning schemes for seizure of Western-company operations.

"The hopeful sign as of now is that Saudi Arabia and Kuwait are back on," said one oilman, when the two biggest Arab oil producers resumed shipments. They normally pump out close to 5 million barrels a day.

Another sign of an Arab split over oil comes from $\underline{\text{Egypt}}$, of all places.

Western oilmen note that Cairo's boss, Nasser, hadn't gone so far by mid-June as to kick out <u>U.S. oil companies</u> drilling and producing there — despite his demands that Arab countries quit shipping to the U.S. and Britain.

Cynical Russians are undercutting their Arab allies, too. Soviets are offering Red oil to West Europe, including Britain, a No. 1 devil to the Arabs.

Other Arab weapons are proving impotent, too.

Nasser threatened that Arabs would pull <u>investments out of London</u>. Only one country -- the Sudan -- moved 30 million dollars from London to Zurich.

 $\underline{\text{But the Swiss moved it right back}}$ to London to get higher interest rates.

That's why diplomats are putting little stock in bluffs of economic war.

You see more reasons in this summary of Arab dependence on the West:

EGYPT -- Nearly broke but has had <u>visions</u> of becoming a <u>net oil</u> exporter sometime this year. Oil could even pull the country out of the red and <u>attract industry</u>. But now will U.S. and European countries invest there?

SYRIA -- Depends on payments from oil pipelines owned by British and American firms. Now the pipelines are shut off and so are the payments. Usually exports grains, cotton and wool, but <u>bad weather and war</u> are crimping output.

JORDAN -- No oil. No other valuable resources. No manufacturing of note.

Main income: 34 million dollars a year from tourists headed chiefly for shrines now in Israeli hands, 35 to 40 million a year in cash <u>handouts</u> from U.S.

IRAQ -- On the edge of <u>bankruptcy</u>. Owes the International Monetary Fund 40 millions. Lost money this year when Syria blocked pipelines from northern fields to the Mediterranean. Depends on <u>oil</u> to pay for food, manufactures.

ALGERIA -- An oil country that's spending more than it's earning.

Imports of <u>arms</u>, food, machinery, steel, cars and trucks, other goods are outrunning earnings. Three fourths of exports -- oil, wine, citrus fruits, iron ore -- go to France. Sales of <u>natural gas to Britain</u> have been cut off.

SAUDI ARABIA -- Well heeled. Has salted away earnings.

Oil money pays for nearly everything -- food, manufactures, equipment.

KUWAIT -- All its imports also depend on oil income. So does a social and educational program. But Kuwait has <u>over 1 billion dollars</u> of gold and foreign currency reserves. Big amounts are deposited in London.

LIBYA -- New oil boom led and financed largely by American companies. This has drained workers from agriculture, made Libya almost totally dependent on oil. Regime has put away more than 600 million dollars in reserves.

LEBANON -- Least dependent on oil of all Arab countries. Makes its money from banking, commercial services and travelers. Reserves of 280 million dollars are needed to pay for grains, manufactured products when business falls.

Added up, Arab economies don't amount to much when you take away oil. Even Nasser's 4 million dollars a week from the Suez Canal is chicken feed alongside the needs of Egypt and other Arabs. Closure of the Canal is proving more of a drain on Egypt's treasury than a bottleneck to world shipping.

No wonder the prospects of a prolonged oil embargo are doubtful.

Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0

Some Arabs, at least, are discovering the values of Western prosperity.

Mideastern war forces some countries to look beyond money for a change.

More lands are beginning to think about the safety of their $\underline{\text{raw}}$ materials.

Oilless South Africa is one. It's stepping up plans to sink 280 million dollars in a new plant to make oil and gasoline from coal.

Japanese leaders aim to cut their dependence on Mideastern oil from 90 per cent now to 50 per cent in 20 years. Japan is negotiating concessions that will let drillers hunt for oil in Indonesia. Alaska, Canada look tempting.

Britain is studying long-term agreements with stable, non-Arab oil lands.

New patterns are being shaped in world shipping, too.

Suez Canal will be bypassed more frequently even after it reopens.

Our Tokyo bureau cables this size-up from world shipping experts there:

"Egypt's Nasser can close the Canal indefinitely without seriously crimping world shipping. Ships, trade patterns and shipper attitudes are changing.

"With mammoth tankers, oil producers no longer are forced to use Suez. And more big tankers are coming. Nippon Kokan, a major Japanese shipbuilding firm, has just announced plans for a 42-million-dollar shippard capable of turning out 500,000-ton tankers. Biggest ship now in service in only 209,000 tons.

"Many shippers between Europe and Asia began turning to the Panama Canal route as more practical even before the latest war. That trend will increase. And containerization is making it economical for some shipments between Japan and Northern Europe to take a ship-rail-ship route across the U.S."

4 September 1967

Egypt is saying the <u>Suez Canal</u> will stay <u>closed indefinitely</u>. It won't reopen "until all trace of Israeli aggression is eliminated." So says Egypt's Economic Minister in Cairo. That costs Egypt 4 million dollars a week in tolls.

Question: How long can Arabs afford to keep up these tactics?

Our man in Europe who watches the Iron Curtain provides this clue:

"Arabs need vast amounts of grain just to stay alive. Egypt alone must import 2.5 million tons a year. Algeria is asking Russia for 200,000 tons.

"What are they getting? Chicken feed. Russia, China, Bulgaria together have promised Egypt only 480,000 tons. Bulgaria is selling wheat to the Sudan.

"Other goods have been promised or offered for cash or credit:

Polish industrial machinery, consumer goods and raw materials; Bulgarian industrial plant, for example. These can't be eaten any more than can arms from Russia."

Arabs may yet have to make peace with the West to get the food they need.

Diplomats are wondering how popular aid to Arabs is with citizens in $\frac{\text{Red lands}}{\text{cars}}$ anyway. Latest signs show they would much rather spend cash on

Result: Commissars are not only buying autos and auto plants from the West; they're having to invest in a whole range of side products, too.

In Rumania, Krupp of Germany is building a <u>tire factory</u>. French firms are selling equipment for a factory that will make <u>electrical</u> accessories for cars.

Bulgaria has invited the German firms, Volkswagen and Mercedes, to set up service centers. The French have sold Sofia a tire factory.

Russia's decision to build a new car factory at Togliatti on the Volga has froced the Kremlin to start a technical school there to train workers. Western firms are offering to install service stations and train mechanics.

Communists are learning what the U.S. discovered <u>50 years ago</u>: Arrival of the auto has a snowball effect that can't be stopped.

Resolutions of the Arab Summit Conference

Khartoum, Sudan - 29 August to 1 September 1967

1--The conference has affirmed the unity of Arab ranks, the unity of joint action, and the need for coordination and for the elimination of all differences. The kings, presidents, and representatives of Arab heads of state at the conference have affirmed their countries' adherence to and implementation of the Arab solidarity charter signed at the third Arab summit conference in Casablanca.

2--The conference has agreed on the need to consolidate all efforts to eliminate the effects of the aggression on the premise that the occupied lands are Arab lands and that the burden of regaining these lands falls on all the Arab states.

3--The Arab heads of state have agreed to unite their political efforts on the international and diplomatic level to eliminate the effects of the aggression and to ensure the withdrawal of the aggressive Israeli forces from the Arab lands which have been occupied since the 5 June aggression. This will be done within the framework of the main principles to which the Arab states adhere, namely: no peace with Israel. no recognition of Israel, no negotiations with it, and adherence the rights of the Palestinian people in their country.

4--The conference of Arab finance, economy, and oil ministers recommended that suspension of oil pumping be used as a weapon in the battle. However, after thoroughly studying the matter, the summit conference has come to the conclusion that the pumping of oil itself can be used as a positive weapon, since oil is an Arab resource which can be used to strengthen the economy of the Arab states directly affected by the aggression, so that these states will be able to stand firm in the battle.

Therefore, the conference has decided to resume the pumping of oil, since oil is a positive Arab resource that can be used in the service of Arab goals. It can help those Arab states which were exposed to the aggression and lost economic resources to stand firmly and eliminate the effects of the aggression.

The oil-producing states have in fact participated in efforts to enable the states affected by the aggression to stand firm before any economic pressure.

5--The participants at the conference have approved the plan proposed by Kuwait to set up an Arab economic and social development fund on the basis of the recommendation of the conference of Arab finance, economy, and oil ministers in Bagndad.

6--The conference participants have agreed on the need to adopt measures to strengthen military preparation to face all eventualities.

7--The conference has decided to expedite the elimination of foreign bases in the Arab states.

Resolution adopted by the Arab heads of state who participated in the Khartoum conference from 29 August to 1 September 1967: The Kingdom of Saudi Arabia, the State of Kuwait, and the Kingdom of Libya have each agreed to pay the following annual amounts, which will be paid in advance every three months beginning mid October until the effects of the aggression are eliminated: Saudi Arabia--50 million pounds sterling; Kuwait--55 million pounds sterling; and Libya--30 million pounds sterling. In this way the Arab nation ensures that it will be able to carry on this battle, without any weakening, until the effects of the aggression are eliminated.

THE WALL STREET JOURNAL 15 June 1967

Nasser's Threat to Nationalize Arab Oil Is Seen as Futile Weapon for Bargaining

A WALL STREET JOURNAL News Roundup threat of nationalization of the Western-owned mained shut down. Finally, Iran invited back his effort to salvage the best possible settle-companies to produce and sell its oil. Chief ment terms after his bloc's military defeat by beneficiaries of Iran's shutdown were the Arab

But despite flery broadcasts from Cairo, and maintained those gains. most international oilmen think Mr. Nasser's threat is a hollow one. They believe Cairo's as- fact that governments of such nations as Saudi sertions that the Arab nations could find alter- Arabia, Libya and Kuwait have taken strong nate markets for their oil are just so much measures to protect oil facilities from local wishful thinking.

sheikdoms had resumed production and ship-cult in Arab nations for some time to come, ments earlier this week. Only major sources of "You can bet that some of this is going to be million barrels of daily output. For nearly a company with holdings in four Arab nations. week as much as 6.5 million barrels of production had been closed down.

Western Oil Interests

more than \$2.6 billion annually in royalties and oilman states. income taxes from Western companies. One estimate is that they make about twice as much nation so far is the seizure by Sudan of the produce it.

to increase its oil shipments to Spain's govern- built solely to supply Sudan. ment-owned refineries to make up for ship-

needs from Arab Algeria and is, itself, an oil U.S. or Britain. producing nation. Spain is one of Europe's sia and Alaska.

Iran's Example Cited

Perhaps the greatest deterrent to any rash vers. Perhaps the greatest deterrent to any randaction by Arab nations is the memory of what happened when neighboring Iran seized its has not moved against Western oil interests on its territory. Until this year, Egypt was an oil-western-owned oil properties in 1951. For three importing nation. With the aid of Standard Oil importance in the second and it has become an oil exporter.

nations sold not one barrel of oil, and the Egypt's Gamal Abdel Nasser is using the world's largest oil refinery at Abadan reoil industry in Arab nations as a major ploy in an international consortium of Western oil nations, which sharply increased their output

> Oilmen also have been encouraged by the mobs during the current troubles.

Meanwhile, the on supply crisis for Western Oil companies, of course, realize that the Europe eased considerably as tanker ship-bad feeling stirred by Mr. Nasser's false ments resumed from Kuwait, second largest charges of U.S. and British involvement in the source of Arab oil. Saudi Arabia, the largest Arab-Israeli war, and the wounded pride of the Arab oil producer, and several Arabian Gulf Arab world, are likely to make conditions diffi-

Arab oil still shut down are Libya and Iraq, reflected in tougher terms in future oil agreewhich account for a combined total of about 3 ments," says an official of one international oil

One major problem, they note, is that the Arab people are pretty effectively cut off from learning the truth about the Arab-Israeli War. Arab nations, themselves, would be the big. Mr. Nasser's control of the mobs in other Arab gest losers if they were to seize Western oil countries deters the local governments from company properties, oilmen and other analysts themselves attempting to counter false reports generally agree. Arab nations currently reap from Radio Cairo and Radio Damascus, one

The only nationalization move by an Arab a barrel on Arab oil as do the companies that small 20,000 barrels a day refinery at Port Sudan, jointly owned by British Petroleum Co. The market for most of the Free World's oil and the Royal Dutch-Shell Group. Shell offifrom all major producing nations is principally cials confirmed that there are four or five Suthrough the same international oil companies danese officials stationed at the refinery and that produce the Arab world's oil. Russia not that it is under a government nationalization only has no need for Arab oil, but is perhaps its decree. But they note the decree is aimed chief competitor. Russia reportedly has offered mainly a keeping output in Sudan, and it was

Algeria also has placed oil subsidiaries of ments cut off from Arab countries. Russia al- seven Western companies under "state conready supplies about 5% of Western Europe's trol": El Paso Natural Gas Co., Mobil Oil oil, at prices below those charged for Arab oil. Corp., Newmont Mining Corp., Phillips Petro-Cairo has suggested that France, Spain, leum Co., Royal Dutch-Shell, Standard Oil Co. Italy and Japan might be interested in suc- (New Jersey) and Tidewater Oil Co. Apparceeding U.S. and British companies in Arab ently, however, the move is primarily to encountries. France already gets most of its oil force a ban against oil shipments to either the

According to interviews by United Press Insmallest oil users. Italy is seeking to diversify ternational with diplomats from Communist its source of supply for less dependence on the nations, Russia is encouraging Arab threats to Mideast, and plans to ask Western companies take over Western oil interests as a means of to develop its offshore oil. Japan is alarmed by "blackmailing" the U.S. and Britain into presits present 90% reliance on Mideast oil and is suring Israel to return its territorial war gains. seeking alternate sources of supply in Indone. The diplomats said Russia was completely surprised by the outcome of the war and hoped to use Arab oil in its postwar diplomatic maneu-

years, one of the world's major oil-producing Co. (Indiana), it has become an oil exporter.

in Egypt's Western Desert.

Shipments are Resumed

The oil crisis showed rapid improvement yesterday. Kuwait Oil Co. reported from London that a strike of dockworkers has been settled and tanker shipments resumed to nations tanker shipments to the U.S. and Britain, Gulf other than the U.S. and Britain from that key noted. Mideast oil-producing nation. Kuwait produces loadings for 48 hours earlier this week.

tion in Saudi Arabia, largest source of Arab oil, leum Tuesday. and several Arabian Gulf sheikdoms, greatly

British Petroleum and Gulf Oil Corp. each for the past two years.

Phillips Petroleum also has found new oil fields hold a 50% interest in Kuwait Oil Co. Gulf reported in Pittsburgh that there were no acts of violence and no sabotage of facilities connected with the strikes and demonstrations in Kuwait. Kuwait, like most Arab nations, still bans

Subsidiaries of British Petroleum, Jersey about 2.3 million barrels of oil daily. It has re- Standard and Royal Dutch-Shell each anmained in production throughout the crisis, but nounced increases in the prices they charge for strikes and demonstrations held up tanker gasoline in West Germany. The increases averaged about 1 cent a gallon. Jersey Standard Resumption of shipments from Kuwait, also boosted heating oil prices in West Gercombined with the resumption of full produc- many, following an increase by British Petro-

A spokesman for British Petroleum attriblessens oil supply problems. The only major uted the boosts to the added costs of shipping production areas still shut down are Libya and oil around Africa, rather than through the Iraq, with combined output of about 3 million closed Suez Canal. But its subsidiary, Aral, barrels a day, or less than half of the about 6.5 A.G., asserted that the major factor was demillion barrels of daily production that had pressed prices "that have made it impossible been closed down for nearly a week until Tues- to cover costs." Petroleum product prices have been generally depressed in Western Europe

TASS, Moscow 6 September

AP REPORT ON SOVIET OIL SALES TO ISRAEL DENIED

"Bogged down in its Middle East policy and having lost its position in the Arab World as a result of support for the Israeli aggression, the United States would like to harm the good relations between the Soviet Union and the Arab states. It can think of nothing better than to disseminate forgeries on Soviet oil deliveries to Israel, " journalist S. Petrov writes in IZVESTIYA today.

Petrov accuses the AP of disseminating information, with reference to an Israeli shipping company, that the USSR, allegedly, continues to deliver its oil to Israel.

"The falsehood of this report is obvious," Petrov says. It is significant, he remarks, that "not a single self-respecting Western newspaper ventured to take up this AP forgery."

THE WALL STREET JOURNAL 16 June 1967

Exports by Russia, Arab Disunity Ease Threat by Nasser to Use Oil as Hostage

A WALL STREET JOURNAL News Roundup Two new developments appear to have taken the edge off President Gamal Abdel Nasser's campaign to use the threat of nationalization of Western oil properties in Egypt as a bargaining weapon to force better peace terms

from Israel.

First, the Soviet Union agreed to ship an additional 1 million barrels of Russian oil to Spain's government-owned refineries to make from Arab nations.

Secondly, in separate meetings in Kuwait and Algiers, advocates of more extreme oil boycott action against the West apparently failed to convince such key producing nations as Kuwait and Saudi Arabia to extend their ban on tanker movements beyond the current embargo on oil shipments to the UaS. and Brit-

Russia agreed to shipments of its oil to Spain, despite the fact it had been urging Mr. Nasser to raise the threat of nationalizing Western oil properties.

Furthermore, Mr. Nasser, whose Cairo radio has been shrilly calling for other Arab nations to nationalize their oil, quietly permitted Phillips Petroleum Co. to resume drilling operations in Egypt's Western Desert, where the company made an oil discovery of major importance last year.

Meanwhile, the overall oil supply situation remained unchanged from Wednesday. Libya, with about 1.7 million barrels of daily production, remained shut due to a combination of mob violence and strikes by Arab workers. Iraq, with about 1.4 million barrels of daily capacity, appears likely to remain closed for a lengthy period.

But Arab oil flowed freely to world markets, other than the U.S. and Britain, from Kuwait, Saudi Arabia, Algeria and the Arabian Gulf sheikdoms, with total output of more than 6.5 million barrels daily, augmented by non-Arab Iran, with about 2.1 million barrels of output. Tankers, of course, continued to take the long route around Africa from Mideast countries, as the Suez Canal remained closed.

Spain indicated that its decision to order more Russian oil may have long-term implications. It was reported that Spain won't quickly resume shipments from Arab nations without assurances its tankers won't be embargoed at Arab ports. Spain had contracted for about 3.5 million barrels of Russian oil before the Mid-

There were other reports in the oil industry that Russia intends to capitalize on the crisis to seek other increases in its export markets for oil. Russia already supplies about 5% of the oil for Western Europe, and is one of Italy's major sources.

Egyptian Drilling Resumed

Iraq, which has banned shipment of its oil to any Western nation, and yesterday decreed a boycott of all products made in the U.S., Britain and West Germany, attempted to urge more extreme action on Kuwaiti and Saudi Arabian oil officials earlier this week at a meeting in Kuwait. Similar requests of Kuwait and Saudi Arabia were made at a meeting of Arab diplomats in Algiers later in the week. No up for shipments that normally would come change of policy has been announced by either country.

> In announcing resumption of drilling operations in the United Arab Republic (Egypt), Phillips Petroleum president, Stanley Learned, asserted, "UAR authorities have been most cooperative and fair with Phillips." He added, "We anticipate that relations with the UAR will continue on this basis and that operations will be carried forward according to our agreements."

> Phillips and Egyptian General Petroleum Corp., Egypt's government-owned oil agency, jointly hold 23.7 million acres of oil concessions in the Western Desert. They brought in Alamein 1-X as a major oil discovery well last year. Phillips reported it now is reassembling' drilling crews to resume drilling of Qattara Rim 1-X, an exploratory well 30 miles from Alamein 1-X. Another well is scheduled to get under way soon at Mersa Martruh, Mr. Learned said.

> He said that Phillips and Egyptian General Petroleum plan to begin soon development of the Alamein oil field, construction of a pipeline and marketing of the oil.

> Until this year, Egypt was a net importer of oil. It became an exporter for the first time this year. Standard Oil Co. (Indiana) holds a 50% interest in one of its major oil fields in the Gulf of Suez, in a joint venture with the Egyptian government.

It still was not known how long Libya's production is likely to remain shut down. Libyan output would be particularly helpful in combating the supply crisis since it is west of the Suez Canal. But there were indications of labor troubles added to the previous civil disobedience problems there. Libya reportedly has only about a 4,000-man army, and currently has half of these forces in Egypt.

Long-Term Problems

There were growing indications that Mideast troubles may cause long-term marketing problems for Arab oil. Japan's Foreign Minister Takeo Miki asserted in Tokyo that Japan will seek to develop sufficient oil resources outside the Mideast to reduce its reliance on Mideast oil to about 50% of its total requirements 20 years hence from about 90% at present. Japan is one of the world's fastest-growing markets for refined petroleun products.

Western Europe also continued to experience increases in prices for refined products because of the crisis. A subsidiary of Standard Oil Co. (New Jersey) raised prices of heating oil and diesel oil in Switzerland, blaming the closure of Suez, Mideast pipelines to Mediterranean ports and Libya. Earlier, several oil companies had raised heating oil and gasoline prices in West Germany.

Yet another ironic development is the fact that the only refineries in Syria and Jordan are dependent on oil moved through pipelines from Iraq and Saudi Arabia which they have closed.

THE WALL STREET JOURNAL 19 June 1967

Some British Firms Seek to Buy Soviet Oil; $Russia\ Seen\ Gaining\ From\ Current\ Shortage$

A WALL STREET JOURNAL News Roundup

setback in the Arab-Israeli war, is apparently seeking economic gains from the Arab oil crisis it helped to create.

On the heels of its previously reported sale of an additional 1 million barrels of oil to Spain last week, Russia reportedly was seeking to sell oil to potential customers in other Western European countries experiencing difficulty in getting Arab oil.

The British Board of, Trade announced that several British companies have made applications to import Russian crude oil since the start of the Mideast crisis, although such imports are currently banned by the British gov-

Imperial Chemical Industries Inc., London, said it has been in touch with Britain's Ministry of Power as well as the Board of Trade on the possibility of importing Russian naphtha, although it hasn't made a formal application. Naphtha is a basic refined petroleum product used in making petrochemicals. ICI had sales equal to \$33.6 million to the Soviet bloc last

Oil users in Switzerland and West Germany also reported they've been approached by Russian bil salesmen since the start of the Mideast crisis. There were also reports of Russian offers to ship oil in their own tankers to Western European customers.

Present exports of Russian oil are estimated at about 1,000,000 barrels a day, up from 953,-000 barrels a day in 1966 and only 838,000 barrels daily in 1965. Major buyers of Russian oil about four days. The stoppage will have little include Italy, France and the Scandinavian countries. Russia has announced plans to boost its oil output by about 2 million barrels daily the next four years, and much of this is likely to go to export markets.

'Commercial Advantage of a Situation'

"The Russians are good ones at taking commercial advantage of a situation," asserts one oilman in London.

A spokesman at the Russian Embassy in The Soviet Union, which suffered a political | London said he had "no information" on reports that Russia was actively exploiting the oil shortage by promoting-sales of Russian oil. He charged that efforts were being made to create dissension between the Arabs and the Rus-

> But even before the present crisis, it was obvious that Russia was becoming a major competitor for Arab countries as a source of oil for Western Europe. Italy last year imported 179,000 barrels of Russian oil a day, up from 151,000 the year before. France boosted its imports of Russian oil by 65% to 71,000 barrels a day. Sweden and Finland took 23% more Russian oil than they had the year before. And officially reported import prices by Western European governments showed Russian oil consistently sold at lower prices than that from the Mideast and North Africa.

> One factor in the increased interest in Russian oil in the West was the fact that among those who trade with Soviet bloc nations, most must make barter transactions. And Russian oil is a commodity that can be readily be converted to hard cash after such a barter trade.

> It wasn't yet known whether Russia's oil selling would raise resentment among the Arab nations who had obtained from the Soviet most. of the military equipment that was used in the war with Israel.

Oil Supply Outlook Improves

It was reported that Arab terrorists have blown up the oil pipeline that runs between Britain's Aden refinery and the harbor. Expectations are that the damage can be repaired in effect on ship traffic in the area because Aden's port is practically a ghost harbor now that ships are being diverted around Africa to avoid the Suez Canal.

There was continued improvement in the overall outlook for oil supplies from Arab nations. An oil company executive in London reported that it's expected that oil output will be resumed in Libya this week. U.S. companies Declassified in Part - Sanitized Copy Approved for Release 2012/06/29: CIA-RDP78-03061A000400050004-0

operating there, however, reported no change in the situation late last week.

It was reported that strikes of oil workers in Libya are scheduled to end today. If this should occur, it might clear the way for the Libyan government to permit resumption of oil production and tanker loadings. Libya closed down all oil output June 7 as a security measure. There were continued reports of civil disobedience in the country.

Libya, with about 1.7 million barrels of daily output is one of two major Arab oil producing areas still shut down. If production resumes it would be particularly helpful in easing oil supply problems, because it is west of the closed Suez Canal, and close to Mediterranean nations, which are most inconvenienced by the need to send ships around Africa.

The other Arab nation still out of production is Iraq, with about 1.4 million barrels of daily output. It's expected to be out for some time, but the industry probably could make up for this from other Mideast and North African oil sources if Libya resumes production.

Oil shipments from other Arab nations to the U.S. and Britain are still banned. But a joint committee of 21 U.S. companies submitted to U.S. Government agencies for approval plans to cope both with this boycott and the likely lengthy loss of use of the Suez Canal and pipelines to Syrian and Lebanese ports.

It would likely be the end of this month before this plan could be implemented, however, one oil executive estimated. The plan would permit companies to share sources of supply and tankers in ways that normally would be banned by antitrust laws.